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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

Conducted Under Contract By
Arthur Andersen & Co.

June 30, 1979

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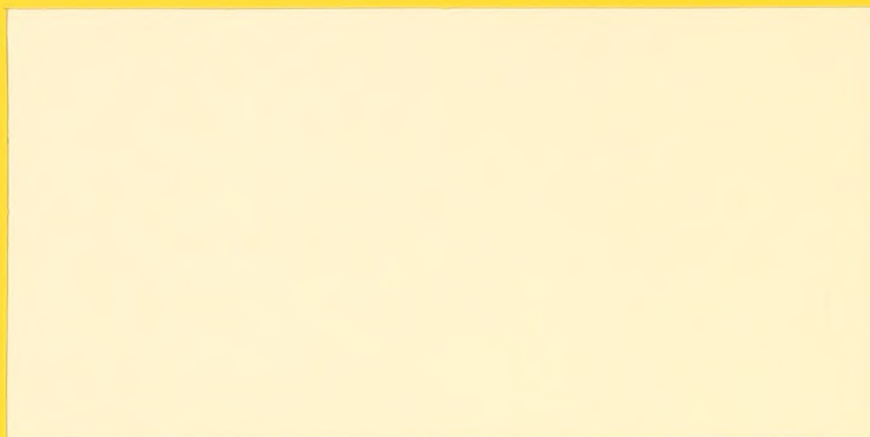
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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

Conducted Under Contract By
Arthur Andersen & Co.

June 30, 1979

The audit was conducted by Arthur Andersen and Company, C.P.A.s, under a contract between the firm and our office. The comments and recommendations contained in this report represent the views of the firm and not necessarily the Legislative Auditor.

The agency's written response to the report recommendations is included in the back of the audit report.

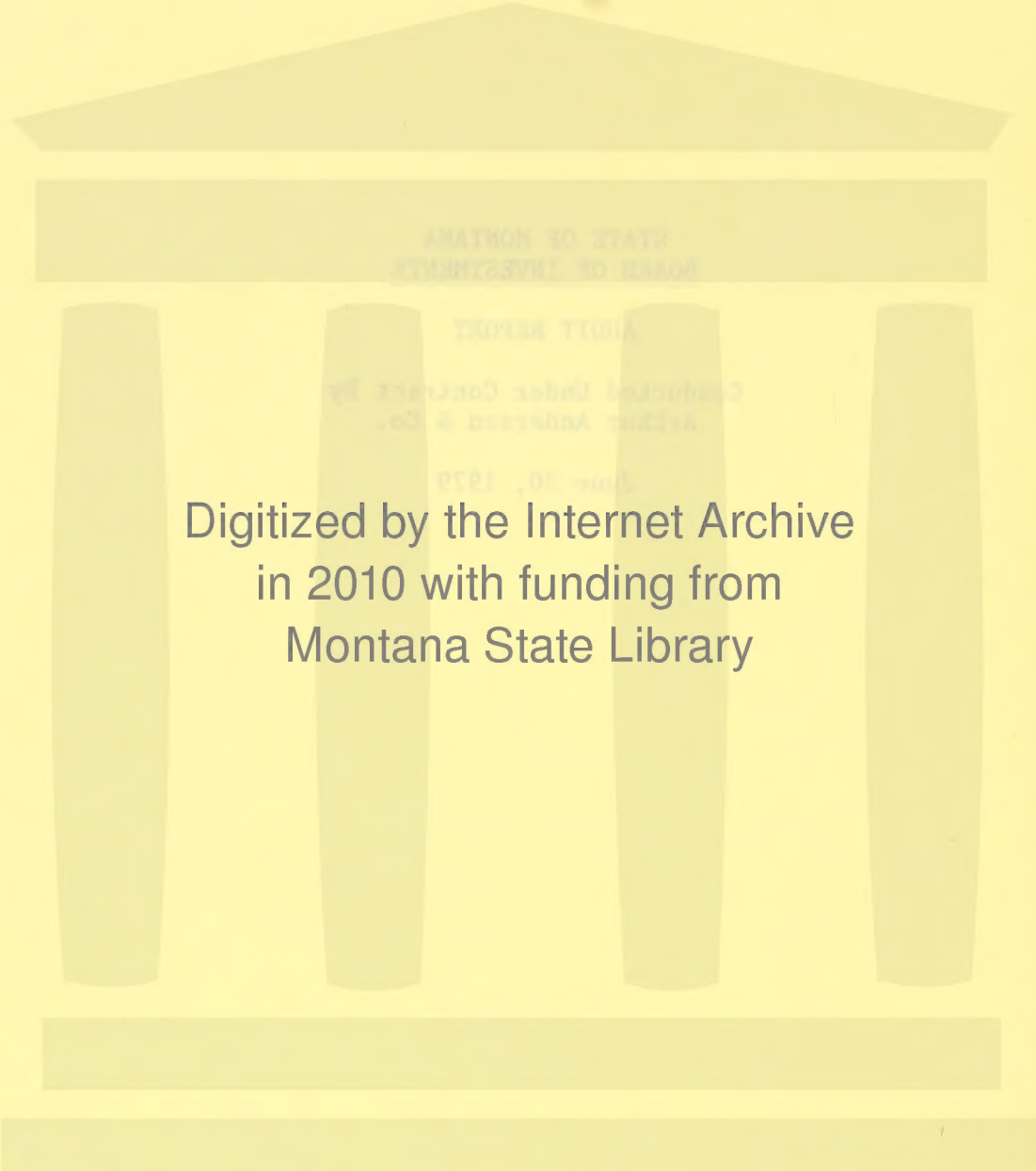
Respectfully submitted,

Marvin R. Anderson

Marvin R. Anderson, C.P.A.
Legislative Auditor

Stamp

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MORRIS L. BRUSETT, C.P.A.
LEGISLATIVE AUDITOR

October 1979

ELLEN FEAVER, C.P.A.
DEPUTY LEGISLATIVE AUDITOR
JOHN W. NORTHEY
STAFF LEGAL COUNSEL

The Legislative Audit Committee
of the Montana State Legislature:

Transmitted herewith is the report on the audit of the Board of
Investments for the year ended June 30, 1979.

The audit was conducted by Arthur Andersen and Company, C.P.A.s,
under a contract between the firm and our office. The comments and
recommendations contained in this report represent the views of the
firm and not necessarily the Legislative Auditor.

The agency's written response to the report recommendations is
included in the back of the audit report.

Respectfully submitted,

Morris L. Bruset

Morris L. Bruset, C.P.A.
Legislative Auditor

MLB/je

Enclosure

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STATE OF MONTANA BOARD OF INVESTMENTS

OVERVIEW OF AUDIT

JUNE 30, 1979

Our examination of the financial statements of the State of Montana Board of Investments was conducted primarily to enable us to render an opinion as to the fairness of their presentation. Included in this report are our opinions on the June 30, 1979 financial statements expressed in our auditors' reports dated September 11, 1979. In conjunction with our examinations, the Montana legislative auditor specifically requested that our audit procedures include the following:

1. Review all state laws applicable to the Board and determine the Board's compliance therewith;
2. Physically examine all securities held by the Treasurer's office at June 30, 1979 and confirm with the holding institution those securities held in safekeeping;
3. Confirm with the servicing institution, the outstanding balances for all mortgages and SBA loans owned at June 30, 1979;
4. Examine all mortgages and related documents at specified bank locations;

5. Test the accuracy of individual securities listed in the portfolio;
6. Test Short-Term Investment Pool transactions to determine compliance with established guidelines for operation of the pool;
7. Examine minutes of the monthly Board of Investments' meetings.

During our examination, several items came to our attention which should be considered by the Board and which have been transmitted to the Board under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control". These items were considered by us during our examination; however, they do not modify the opinions expressed in our auditors' reports. The Board's actions relating to these suggestions should result in improved procedures and controls in future periods.

STATE OF MONTANA BOARD OF INVESTMENTS
APPOINTIVE AND ADMINISTRATIVE OFFICIALS

JUNE 30, 1979

BOARD OF INVESTMENTS

Dean H. Albert, Chairman	Term Expires January 5, 1981
John MacMillan	Term Expires January 5, 1981
Patricia P. Douglas	Term Expires January 5, 1981
Jay Lalonde	Term Expires January 1, 1983
John A. Hauf	Term Expires January 1, 1983

ADMINISTRATIVE OFFICIALS

David M. Lewis	Director, Department of Administration
James R. Howeth	Investment Officer

STATE OF MONTANA BOARD OF INVESTMENTS

SUMMARY OF RECOMMENDATIONS

JUNE 30, 1979

As a separate section in the front of each audit report, we include a listing of all recommendations together with a notation as to whether the agencies concur or do not concur with each recommendation. This listing serves as a means of summarizing the recommendations contained in the report and the related agencies' replies thereto and also as a ready reference to the supporting comments. The full text of the recommendations and the agencies' replies thereto are included under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control".

Page

Securities in Safekeeping -

The Treasurer's Office should reconcile PMS reports with those received from Manufacturers Hanover Trust Company of New York (Manufacturers)

17

Board reply - Concur. See page 23.

Treasurer's Office reply - Concur. See page 21.

Manufacturers should not comingle securities and should therefore be instructed to account for securities in the proper fund.

17

Board reply - Concur. This recommendation was implemented on September 18, 1979. See page 23.

Treasurer's Office reply - Concur. See page 21.

The Board and the Treasurer's Office should follow up with Manufacturers as to the location of a misplaced security. 17

Board reply - Concur. See page 23.

Treasurer's Office reply - Concur. See page 21.

Physical Examination of Mortgages -

The Board should instruct certain mortgage servicing agencies to update and complete their mortgage files. 18

Board reply - Concur. See page 24.

Mortgage Accounting -

Year-end mortgage activity should be updated for purchases and payoffs subsequent to June 20. 18

Board reply - Concur. See page 25.

Dividend Income Receivable -

A more thorough review should be made at year end for divided income receivable for equity securities. 19

Board reply - Concur. See page 26.

STATE OF MONTANA BOARD OF INVESTMENTS
ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL

FINANCIAL STATEMENTS
AS OF JUNE 30, 1979 AND 1978

TOGETHER WITH
AUDITORS' REPORT

ARTHUR ANDERSEN & CO.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments All Funds, Excluding the Short-Term Investment Pool as of June 30, 1979 and 1978, and the related statements of investment income and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments All Funds, Excluding the Short-Term Investment Pool as of June 30, 1979 and 1978, and its investment income and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made primarily for the purpose of forming the opinion stated in the preceding paragraph. The portfolio information as of June 30, 1979, contained in Appendix A of this report, although not considered necessary for a fair presentation of the aforementioned financial statements, is presented as supplementary information and has been subjected to the audit procedures applied in the examination of the basic financial statements. In our opinion, the portfolio information is fairly stated in all material respects in relation to the basic financial statements, taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 11, 1979.

STATE OF MONTANA BOARD OF INVESTMENTS
ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL
STATEMENTS OF INVESTMENTS MANAGED
JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Investments managed at book value (current value of \$666,312,061 in 1979 and \$588,267,503 in 1978) (Note 2)	\$708,740,868	\$625,595,682
Dividends and interest receivable	11,947,238	10,124,068
Net unamortized deferred losses on bond swaps (Note 2)	5,148,671	5,397,906
Interest purchased receivable	148,562	81,966
	-----	-----
Total investments managed	\$725,985,339	\$641,199,622
	=====	=====

STATEMENTS OF INVESTMENT INCOME
FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
INCOME:		
Interest income	\$ 50,002,724	\$ 41,841,642
Dividend income	1,725,549	1,249,591
Gain on sale of investments	1,100,172	585,428
Rental income	38,633	31,671
	-----	-----
	52,867,078	43,708,332
	-----	-----
EXPENSES:		
Administrative expenses	(104,265)	(91,455)
Net amortization of deferred losses on bond swaps (Note 2)	(1,061,325)	(1,124,595)
	-----	-----
	(1,165,590)	(1,216,050)
	-----	-----
Net investment income	\$ 51,701,488	\$ 42,492,282
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL

STATEMENTS OF CHANGES IN INVESTMENTS MANAGED

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
TOTAL INVESTMENTS MANAGED, BEGINNING OF YEAR	\$641,199,622	\$557,741,265
Net investment income	51,701,488	42,492,282
Income remitted to agencies	(49,878,318)	(40,863,571)
	-----	-----
Increase in dividends and interest receivable	1,823,170	1,628,711
Interest purchased during the year	391,042	272,352
Collection of interest purchased during the year	(324,446)	(344,417)
	-----	-----
Increase (decrease) in interest purchased receivable	66,596	(72,065)
Net bond swap losses incurred during the year	812,090	69,178
Net amortization of deferred bond swap losses	(1,061,325)	(1,124,595)
	-----	-----
Decrease in net unamortized deferred losses on bond swaps	(249,235)	(1,055,417)
Increase in book value of investments due to net amortization of discounts and premiums	748,819	727,753
Investments purchased	5,310,552,884	7,302,654,537
Investments sold and matured	(5,228,156,517)	(7,220,425,162)
	-----	-----
Increase in book value of investments purchased	82,396,367	82,229,375
	-----	-----
TOTAL INVESTMENTS MANAGED, END OF YEAR	\$725,985,339	\$641,199,622
	=====	=====

The accompanying notes are an integral part of these financial statements.

3. INVESTMENTS NOT CONTROLLED:

During fiscal year 1978-79, the Board obtained direct control over mortgages previously administered by the Public Employee's Retirement System and the Workers' Compensation Division . Buildings, land, and Teachers' Retirement System Mortgages, the cost of which are included in investments managed in the accompanying financial statements, are still not under direct control of the Board. The agencies administering these assets maintain control and provide the Board with the necessary financial information. Rental income from these buildings and interest income from the mortgages are included in the statements of investment income; however, occupancy and depreciation charges relating to the buildings are not material and have not been included in the statements of investment income.

The book value of these assets included in investments managed in the accompanying financial statements at June 30, 1979 and 1978 are as follows:

	<u>1979</u>	<u>1978</u>
Mortgages	\$34,933,215	\$56,301,777
Land and Buildings	299,811	308,530

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

FINANCIAL STATEMENTS

AS OF JUNE 30, 1979 AND 1978

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & CO.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1979 and 1978, and the related statements of investment income and distributions and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1979 and 1978, and its investment income and distributions and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made primarily for the purpose of forming the opinion stated in the preceding paragraph. The portfolio information as of June 30, 1979, contained in Appendix A of this report, although not considered necessary for a fair presentation of the aforementioned financial statements, is presented as supplementary information and has been subjected to the audit procedures applied in the examination of the basic financial statements. In our opinion, the portfolio information is fairly stated in all material respects in relation to the basic financial statements, taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 11, 1979.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENTS MANAGED

JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Cash	\$ 4,889	\$ 14,427
Interest receivable	3,279,221	2,733,273
Investments managed at current value (cost of \$181,789,885 and \$170,717,487, respectively) (Note 2)	179,256,423	168,415,515
	-----	-----
Total assets	182,540,533	171,163,215
Accrued expenses	(23,091)	(20,401)
	-----	-----
Value of units	182,517,442	171,142,814
Income due participants	(1,348,035)	(1,091,227)
	-----	-----
Net asset value	\$181,169,407	\$170,051,587
	=====	=====
Units outstanding	182,204	170,781
Unit value	\$1,001.72	\$1,002.12

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENT INCOME AND DISTRIBUTIONS

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Interest income	\$14,819,383	\$12,384,874
Realized gain on sale of investments	17,969	31,744
	-----	-----
Income before administrative expenses	14,837,352	12,416,618
Administrative expenses (Note 2)	(258,692)	(216,548)
	-----	-----
Net income	14,578,660	12,200,070
Income purchased by participants	1,553,956	951,632
Income due participants, beginning of year	1,091,227	958,692
	-----	-----
Income available for distribution	17,223,843	14,110,394
	-----	-----
Income distributed on units sold (Note 2)	1,536,420	1,013,153
November distribution (Note 2)	6,751,755	5,841,627
May distribution (Note 2)	7,587,633	6,164,387
	-----	-----
Total distributions	15,875,808	13,019,167
	-----	-----
Income due participants, end of year	\$ 1,348,035	\$ 1,091,227
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF CHANGES IN INVESTMENTS MANAGED

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Net asset value, beginning of year	\$170,051,587	\$168,678,310
Value of units purchased by participants	80,986,353	61,494,093
Change in current value of investments managed	(231,490)	(4,775,434)
Value of units sold by participants	(69,637,043)	(55,345,382)
	-----	-----
Net asset value, end of year	\$181,169,407	\$170,051,587
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1979

1. HISTORY AND ORGANIZATION:

The State of Montana Board of Investments (the Board) was created by an act of the Legislature to invest and manage the State of Montana's investment funds on a centralized basis. The Short-Term Investment Pool (STIP) provides a short-term investment vehicle to participants (state and local governmental units) with a relatively small amount to invest. Investment in STIP affords the participant liquidity and a return on their investment. The investments and the income of STIP are owned by the participants as they purchase units and are managed on their behalf by the Board.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Administrative Expenses

Administrative expenses incurred by the Board are charged to STIP daily based on the Board's expenses applicable to STIP.

Income Distribution

The value of units purchased or sold includes a daily computation of net asset value and income; therefore, income to point of sale is included in proceeds to the seller. Cash distributions of income are made to continuing participants on the last working day in the months of May and November. The amounts shown for value of units purchased and sold by participants are net of income purchased and income sold, respectively.

Investments

Investments are presented in the statements of investments managed at current value. Current values for publically traded securities are determined primarily by reference to market prices supplied to the Board by various brokerage houses. Gains and losses on bond swaps are accounted for on the completed transaction method and are therefore currently included in income.

STATE OF MONTANA BOARD OF INVESTMENTS

MEMORANDUM OF SUGGESTED IMPROVEMENTS
IN ACCOUNTING PROCEDURES AND SYSTEM OF INTERNAL CONTROL
SEPTEMBER 1979

ARTHUR ANDERSEN & Co.

999 MAIN STREET
BOISE, IDAHO 83702

(208) 345-0937

Legislative Audit Committee
Montana State Legislature

Gentlemen:

The accompanying memorandum includes suggestions for improvements of accounting procedures and internal accounting control measures that came to our attention as a result of our examination of the financial statements of the investments managed by the State of Montana Board of Investments (the Board) for the year ended June 30, 1979. The matters discussed herein were considered by us during our examination and they do not modify the opinions expressed in our auditors' reports dated September 11, 1979, on such financial statements.

In accordance with generally accepted auditing standards, we performed a review and evaluation of existing internal accounting controls for the purpose of providing a basis for reliance thereon in determining the nature, timing and extent of the audit tests applied in connection with our examination of the Board's 1979 financial statements. While certain matters which came to our attention during the review are presented in the accompanying memorandum for the consideration of management, such a review was not designed for the purpose of making detailed recommendations and would not necessarily disclose all weaknesses in the existing system.

The accompanying memorandum also includes comments and suggestions with respect to other financial and administrative matters which came to our attention during the course of our examination of the financial statements. These matters are offered as constructive suggestions for the consideration of management as part of the ongoing process of modifying and improving accounting control and other financial and administrative practices and procedures.

Very truly yours,

Arthur Andersen & Co.

Securities in Safekeeping

During 1979, physical custody of the majority of marketable securities managed by the Board were transferred from the Treasurer's office to custodial accounts at Manufacturers Hanover Trust Company of New York (Manufacturers). In connection with this transfer and the accounting thereof, we noted the following items:

1. Securities listed on the Portfolio Management System (PMS) reports have not been reconciled to Manufacturers' monthly Statement of Assets. Although we did not note any significant differences, such a reconciliation is necessary to ensure that discrepancies do not arise between Manufacturers, the Board and the Treasurer's office.

We recommend that the Treasurer's office reconcile as soon as possible the securities listed on Manufacturers' monthly Statement of Assets with those listed on the PMS reports. On a prospective basis the reconciliation could be performed at regular intervals ranging from quarterly to at least semi-annually.

2. Securities managed by the Board are accounted for in separate funds according to the agency for which they were purchased. Manufacturers, however, has comingled into one fund all securities purchased during the period August 1978 through February 1979. This comingling could lead to confusion between Manufacturers, the Board and the Treasurer's office.

We suggest that the Board and Treasurer's office instruct Manufacturers to begin accounting for these securities in the appropriate fund in order to facilitate reconciliation and accounting by the Board.

3. One security recorded by the Board and evidenced by a safekeeping receipt from Manufacturers was not listed by Manufacturers on their Statement of Assets.

We recommend that the Board and the Treasurer's office follow-up with Manufacturers as to the location of the misplaced security.

Physical Examination

of Mortgages

During our examination of supporting documentation for mortgages purchased by the Board and held by the mortgage servicing agency, we noted the following items. The specific details (name, identification number, servicing agency, etc.) have previously been furnished to the Board:

1. The note supporting one mortgage could not be located by the mortgage servicing agency. All other information supporting the mortgage was included in the file.
2. We noted nine instances in which the mortgage servicing agency was unable to locate the assignment of the mortgage from the bank to the applicable fund for which it was purchased.

We recommend that the Board instruct the appropriate mortgage servicing agencies to update and complete their mortgage files.

Mortgage Accounting

Mortgages owned by all agencies and controlled by the Board, except those owned by the Teachers'

Retirement System, are accounted for and reported on the Mortgage Portfolio Accounting and Control System (MPACS). Monthly reports prepared by the individual servicing agencies and submitted to the Board for input into MPACS are generally cutoff at approximately the 20th of the month. As a result, activity after the 20th will not be reflected in MPACS until the following month. Normal activity during this period is generally insignificant except

for purchases or payoffs. We noted that June 30, 1979, mortgage balances had not been adjusted for mortgage payoffs for the Public Employees' Retirement System for the period June 21, 1979 to June 30, 1979.

We suggest that at year-end, the Board review the July MPACS report for mortgage purchases and payoffs for the period subsequent to the 20th of the month and adjust the year-end balance for activity during that period.

Dividend Income

Receivable Dividend income receivable is accrued at year-end based on information extracted from the Dividend Projection Report. The report projects dividends receivable based on past dividends received (e.g., amount, payment date, record date, date received, etc.). At year-end, the Board compares information for securities listed on this report to Standard and Poor's Dividend Record and adjusts amounts appropriately. We noted instances however where securities with record dates near year-end or with record dates in May for which payment had not been received by June 30, were not listed on the report.

We suggest that a more thorough review be made at year-end for all equity securities held. This review could be accomplished by an additional comparison of equity securities not listed on the June Dividend Projection Report with Standard and Poor's Dividend record. In this way, all equity securities will have been reviewed and any errors or omissions noted.

STATE OF MONTANA BOARD OF INVESTMENTS

PRIOR YEAR RECOMMENDATIONS

The State of Montana Board of Investments is in substantial compliance with the recommendations discussed in the 1978 audit report.

STATE OF MONTANA BOARD OF INVESTMENTS

AGENCY REPLIES

STATE OF MONTANA

DEPARTMENT OF ADMINISTRATION

TREASURY DIVISION

THOMAS L. JUDGE, GOVERNOR



David M. Lewis,
[REDACTED] Director
& Ex Officio State Treasurer

Vera S. Freseman
Administrator, Treasury Division

MITCHELL BUILDING
HELENA, MONTANA 59601

October 19, 1979

Mr. Jim Howeth, Investment Officer
Board of Investments
Department of Administration

Dear Jim:

The following is a response in reference to Securities in Safekeeping for July 1979 audit conducted by Arthur Anderson.

1. & 2. We agree fully that the Treasury should reconcile the lot book, safekeeping receipts and Manufactures Hanover Trust Report, and eliminate any discrepancies that may occur from time to time. We have always, on a semi-annual basis, reconciled the vault prior to the securities being transferred to Manufactures Hanover Trust Company for safekeeping. In 1979 the vault was audited by the Treasury and Manufacturers Hanover Trust Company both during the transfer of securities. We have not since audited Manufacturers Securities report since the securities have been commingled into the Treasurers account. We have and are currently making arrangements with Northwestern Bank to have all securities transferred into the correct accounts that have been established at Northwestern Bank and upon completion of this transfer will reconcile the report to the safekeeping receipts and lot book.

In addition, the Treasury never approved the commingling of the various funds. The Treasury feels we had better control and access over all securities and funds when they were maintained in the States vault. Also enclosed is just one receipt to show the manner in which Northwestern Bank and Manufactures Hanover Trust currently handle the account.

3. The Treasury has followed up on New York telephone bond and currently has all safekeeping receipts on this bond for \$470,000.00. (Three safekeeping receipts for one bond.)

If I may be of further assistance, please contact me.

Sincerely,

Vera S. Freseman, Administrator
Treasury Division

xc: Dave Lewis

DATE: 10-18-79

FROM THE DESK OF
RICHARD A. KAIN

PORTFOLIO MANAGER
BOARD OF INVESTMENTS
STATE OF MONTANA
449-2656

Dear Paul:

Enclosed are our responses.

Securities in Safekeeping

During 1979, physical custody of the majority of marketable securities managed by the Board were transferred from the Treasurer's office to custodial accounts at Manufacturers Hanover Trust Company of New York (Manufacturers). In connection with this transfer and the accounting thereof, we noted the following items:

1. Securities listed on the Portfolio Management System (PMS) reports have not been reconciled to Manufacturers' monthly Statement of Assets. Although we did not note any significant differences, such a reconciliation is necessary to ensure that discrepancies do not arise between Manufacturers, the Board and the Treasurer's office.

We recommend that the Treasurer's office reconcile as soon as possible the securities listed on Manufacturers' monthly Statement of Assets with those listed on the PMS reports. On a prospective basis the reconciliation could be performed at regular intervals ranging from quarterly to at least semi-annually.

2. Securities managed by the Board are accounted for in separate funds according to the agency for which they were purchased. Manufacturers, however, has comingled into one fund all securities purchased during the period August 1978 through February 1979. This comingling could lead to confusion between Manufacturers, the Board and the Treasurer's office.

We suggest that the Board and Treasurer's office instruct Manufacturers to begin accounting for these securities in the appropriate fund in order to facilitate reconciliation and accounting by the Board.

3. One security recorded by the Board and evidenced by a safekeeping receipt from Manufacturers was not listed by Manufacturers on their Statement of Assets.

We recommend that the Board and the Treasurer's office follow-up with Manufacturers as to the location of the misplaced security.

Board Comments: We concur. Number 2 as specified above was implemented as of September 18, 1979.

Treasurer's Office Comments: Treasurer's office will respond under separate cover.

Physical Examination

of Mortgages

During our examination of supporting documentation for mortgages purchased by the Board and held by the mortgage servicing agency, we noted the following items. The specific details (name, identification number, servicing agency, etc.) have previously been furnished to the Board:

1. The note supporting one mortgage could not be located by the mortgage servicing agency. All other information supporting the mortgage was included in the file.
2. We noted nine instances in which the mortgage servicing agency was unable to locate the assignment of the mortgage from the bank to the applicable fund for which it was purchased.

We recommend that the Board instruct the appropriate mortgage servicing agencies to update and complete their mortgage files.

Management Comments: We concur. Please furnish us the detail.

Mortgage Accounting Mortgages owned by all agencies and controlled by the Board, except those owned by the Teachers' Retirement System, are accounted for and reported on the Mortgage Portfolio Accounting and Control System (MPACS). Monthly reports prepared by the individual servicing agencies and submitted to the Board for input into MPACS are generally cutoff at approximately the 20th of the month. As a result, activity after the 20th will not be reflected in MPACS until the following month. Normal activity during this period is generally insignificant except for purchases or payoffs. We noted that June 30, 1979, mortgage balances had not been adjusted for mortgage payoffs for the Public Employees' Retirement System for the period June 21, 1979 to June 30, 1979.

We suggest that at year-end, the Board review the July MPACS report for mortgage purchases and payoffs for the period subsequent to the 20th of the month and adjust the year-end balance for activity during that period.

Management Comments: We concur.

Dividend Income

Receivable Dividend income receivable is accrued at year-end based on information extracted from the Dividend Projection Report. The report projects dividends receivable based on past dividends received (e.g., amount, payment date, record date, date received, etc.). At year-end, the Board compares information for securities listed on this report to Standard and Poor's Dividend Record and adjusts amounts appropriately. We noted instances however where securities with record dates near year-end or with record dates in May for which payment had not been received by June 30, were not listed on the report.

We suggest that a more thorough review be made at year-end for all equity securities held. This review could be accomplished by an additional comparison of equity securities not listed on the June Dividend Projection Report with Standard and Poor's Dividend record. In this way, all equity securities will have been reviewed and any errors or omissions noted.

Management Comments: We concur.

STATE OF MONTANA BOARD OF INVESTMENTS

PORTFOLIO

APPENDIX A

STATE OF MONTANA BOARD OF INVESTMENTS
SUMMARY OF PORTFOLIO
JUNE 30, 1979

FUND	COST	MARKET		TOTAL
	LONG-TERM	LONG-TERM	SHORT-TERM*	
Treasurer's Fund	\$ 80,748,086	\$ 80,923,727	\$121,125,684	\$202,049,411
State Funds Holding Only STIP Units	-	-	34,338,589	34,338,589
Public Employees' Retirement Fund	215,021,889	198,854,148	-	198,854,148
Teachers' Retirement Fund	172,280,693	161,458,711	-	161,458,711
Trust and Legacy Fund	96,982,067	88,699,917	-	88,699,917
Workers' Compensation Fund	58,816,533	54,307,371	-	54,307,371
Highway Building Complex Sinking Fund	1,234,250	1,238,996	-	1,238,996
Statewide Police Reserve Fund	4,496,229	4,081,964	372,400	4,454,364
Sheriffs' Retirement Fund	4,132,831	3,938,087	457,853	4,395,940
Educational Trust Fund	8,603,373	8,284,515	2,444,839	10,729,354
Volunteer Firemans' Fund	2,005,684	1,830,805	71,477	1,902,282
Permanent Coal Trust Fund	14,631,533	14,286,054	2,275,889	16,561,943
University of Montana Field House Fund	13,832	13,145	111,633	124,778
University of Montana Pool Fund	4,932	4,632	15,122	19,754
Montana State University Trust Fund	266,000	265,059	329,637	594,696
Long Range Building Sinking Fund	2,978,742	2,925,262	-	2,925,262
Eastern Montana College Trust Fund	501,786	510,986	398,195	909,181
Common School I & I Fund	8,489,374	8,563,373	2,795,506	11,358,879
Game Wardens' Retirement Fund	2,282,486	1,970,950	128,347	2,099,297
Social Security Fund	13,006,634	12,961,404	-	12,961,404
Montana Judges' Retirement Fund	2,234,788	1,999,757	88,752	2,088,509
Hail Insurance Fund	549,692	459,385	2,276,626	2,736,011
Subsequent Injury Fund	1,908,826	1,786,316	50,332	1,836,648
Highway Patrol Retirement Fund	5,373,142	4,871,557	190,396	5,061,953
Resource Indemnity Fund	12,017,798	11,471,311	544,107	12,015,418
Montana Tech, P.E., Building Sinking Fund	159,674	161,663	-	161,663
Deaf and Blind Fund	-	64,043	45,895	109,938
William L. Murphay Fund	-	247,652	20,359	268,011
Teachers' Retirement Fullum Fund	-	19,353	6,024	25,377
Dixon Endowment Fund	-	36,400	-	36,400
Peter Potter Trust Fund	-	74,068	28,648	102,716
Caras Endowment Fund	-	1,450	-	1,450
Other (rounding)	(6)	-	-	-
	-----	-----	-----	-----
	\$708,740,868	\$666,312,061	168,116,310	834,428,371
	=====	=====		
Other Non-State Agencies			11,140,113	11,140,113
			-----	-----
			\$179,256,423	\$845,568,484
			=====	=====

*Amounts shown represent current value of units held by participants.

C O N T E N T S

Treasurer's Fund	1	Eastern Montana College Trust Fund	64
Short-Term Investment Pool	3	Common School I & I Fund	65
Public Employees' Retirement Fund	12	Game Wardens' Retirement Fund	66
Common Stock Portfolio	24	Social Security Fund	69
Teachers' Retirement Fund	26	Montana Judges' Retirement Fund	70
Trust & Legacy Fund	37	Hail Insurance Fund	73
Workers' Compensation Fund	43	Subsequent Injury Fund	74
Highway Building Complex Sinking Fund	48	Highway Patrol Retirement Fund	76
Statewide Police Reserve Fund	49	Resource Indemnity Fund	80
Sheriffs' Retirement Fund	51	Montana Tech Building Sinking Fund	81
Educational Trust Fund	54	Deaf and Blind Fund	82
Volunteer Fireman's Fund	56	William L. Murphy Fund	83
Permanent Coal Trust Fund	58	Teachers' Retirement Fullam Fund	84
University of Montana Fieldhouse Fund	60	Dixon Endowment Fund	85
University of Montana Pool Fund	61	Peter Potter Trust Fund	86
Montana State University Trust Fund	62	Caras Endowment Scholarship Fund	87
Long Range Building Sinking Fund	63	Short-Term Investment Fund	88

TREASURERS' FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US INDUSTR. COMMERCIAL PAPER						
BAXTER LABS CP	2,000	.000	07-26-79	1,983,542	1,985,450	9.875
SUBCLASS TOTAL	2,000			1,983,542	1,985,450	
US REPURCHASE AGREEMENTS						
REPO AGREE WELLS FARGO BANK SF	3,000	.000	06-30-80	3,000,000	3,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,500	.000	06-30-80	2,500,000	2,500,000	.000
REPO AGREE WELLS FARGO BANK SF	3,000	.000	06-30-80	3,000,000	3,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,000	.000	06-30-80	2,000,000	2,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	4,000	.000	06-30-80	4,000,000	4,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,000	.000	06-30-80	2,000,000	2,000,000	.000
US TREASURY BILLS	1,000	.000	08-21-79	923,194	986,971	7.900
US TREASURY BILLS	1,000	.000	09-18-79	919,450	979,885	8.100
US TREASURY BILLS	2,000	.000	04-29-80	1,803,900	1,850,296	9.450
REPO BANK OF AMERICA SF	1,773	9.375	07-23-79	1,773,000	1,773,000	9.875
REPO CROCKER NATL BANK SF	12,200	9.400	07-06-79	12,200,000	12,200,000	9.400
REPO CROCKER NATL BANK SF	10,340	9.250	07-02-79	10,340,000	10,340,000	9.250
REPO WELLS FARGO BANK SF	27,000	9.250	07-02-79	27,000,000	27,000,000	9.250
SUBCLASS TOTAL	74,813			74,464,544	74,630,152	
TIME CERTIFICATES OF DEPOSIT						
DEER LODGE BANK & TRUST CD	200	10.500	05-15-80	200,000	200,000	10.500
FIRST STATE BANK WHITEFISH CD	100	10.500	11-13-79	100,000	100,000	10.500
SUBCLASS TOTAL	300			300,000	300,000	
SECURITY TOTAL	77,113			76,748,086	76,915,602	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	1,000	10.450	12-03-79	1,000,000	1,002,031	10.450
FEDERAL FARM CREDIT BANKS	1,000	10.450	12-03-79	1,000,000	1,002,031	10.450
FEDERAL FARM CREDIT BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
SUBCLASS TOTAL	4,000			4,000,000	4,008,125	

TREASURERS' FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SECURITY TOTAL	4,000			4,000,000	4,000,125	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SURCLASS TOTAL	121,126	.000	00-00-00121	125,684	121,125,684	
SECURITY TOTAL	121,126		121,125,684	121,125,684		
FUND TOTAL	202,239		121,125,684	121,125,684		
			201,373,770	202,049,411		

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
DRESSER INDUSTRIES	700	8.650	05-15-85	700,000	686,438	8.650
DRESSER INDUSTRIES	150	8.650	05-15-85	150,000	147,094	8.650
DRESSER INDUSTRIES	150	8.650	05-15-85	150,000	147,094	8.650
GENERAL FOODS NOTES	250	7.500	03-01-84	248,750	235,625	7.570
GENERAL FOODS NOTES	50	7.500	03-01-84	49,750	47,125	7.570
GENERAL FOODS NOTES	400	7.500	03-01-84	398,000	377,000	7.570
GENERAL MOTORS CORP	500	8.050	04-01-85	500,000	481,250	8.050
GENERAL MOTORS CORP	500	8.050	04-01-85	500,000	481,250	8.050
PROCTER AND GAMBLE	500	8.250	03-01-05	152,625	474,063	8.329
PROCTER AND GAMBLE	500	8.250	03-01-05	445,625	474,063	8.329
RCA CORPORATION	1,000	10.200	08-15-92	1,000,000	1,036,250	10.200
REVLOH INC	1,000	8.450	05-01-85	1,000,000	970,000	8.450
SUBCLASS TOTAL	5,700			5,687,750	5,557,252	
BANKS AND INSURANCE						
MELLON NATL BANK NOTES	500	7.800	03-01-82	500,000	480,938	7.800
MELLON NATL BANK NOTES	500	7.800	03-01-82	500,000	480,938	7.800
NORTHWEST BANCORPORATION	1,000	7.875	09-15-86	998,750	921,250	7.890
SUBCLASS TOTAL	2,000			1,998,750	1,883,126	
OTHER FINANCIAL						
COMMERCIAL CREDIT NOTES	1,000	8.000	01-15-81	1,000,000	978,625	8.000
FORD MOTOR CREDIT DEBS	500	10.500	10-01-94	500,000	524,063	10.500
GENERAL ELECTRIC CREDIT CORP	500	8.650	01-15-84	500,000	489,375	8.650
GENERAL ELECTRIC CREDIT CORP	500	8.650	01-15-84	500,000	489,375	8.650
SEARS ROEBUCK ACCEPTANCE CORP	1,000	8.375	12-31-86	998,000	951,875	8.400
SUBCLASS TOTAL	3,500			3,498,000	3,433,313	
TRANSPORTATION EXCL. RAILROADS						
MOBIL ALASKA PIPELINE	500	8.450	03-01-05	500,000	470,000	8.450
SUBCLASS TOTAL	500			500,000	470,000	

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CONSOLIDATED EDISON OF NY	500	8.900	01-15-00	500,000	444,063	8.900
PUBLIC SERVICE ELECTRIC & GAS CO	500	8.500	03-01-04	500,000	449,688	8.500
PUBLIC SERVICE ELECTRIC & GAS CO	500	8.500	03-01-04	500,000	449,688	8.500
SUBCLASS TOTAL	1,500			1,500,000	1,343,439	
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	500	10.250	10-01-99	500,000	518,438	10.250
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
HYDRO-QUEBEC	1,000	10.000	11-15-05	1,000,000	998,750	10.000
MUNICIPAL FINANCE AUTHORITY OF BC	480	8.875	05-01-01	457,200	446,700	9.370
MUNICIPAL FINANCE AUTHORITY OF BC	500	8.875	05-01-01	476,250	461,313	9.370
QUEBEC HYDRO ELECTRIC DEBS	1,000	7.500	01-01-03	915,000	781,250	8.275
QUEBEC HYDRO ELECTRIC CO	1,000	8.250	01-01-04	995,000	690,000	8.295
QUEBEC HYDRO	500	10.250	01-15-05	500,000	507,813	10.250
SUBCLASS TOTAL	5,980			5,343,450	5,465,139	
SECURITY TOTAL	19,180			19,027,950	18,152,269	
MONEY MARKET INSTRUMENTS						
US INDUSTR. COMMERCIAL PAPER						
GENERAL MOTORS ACCEPTANCE CORP CP	1,500	9.950	07-06-79	1,492,952	1,497,979	9.950
SUBCLASS TOTAL	1,500			1,492,952	1,497,979	
US REPURCHASE AGREEMENTS						
US TREASURY BILLS	1,000	.000	08-21-79	923,194	987,462	7.900
US TREASURY BILLS	1,000	.000	09-18-79	919,053	980,382	8.050
US TREASURY BILLS	2,000	.000	03-04-80	1,816,310	1,878,284	9.420
US TREASURY BILLS	2,000	.000	04-29-80	1,808,900	1,851,277	9.450
REPO CROCKER NATL BANK SF	4,660	9.250	07-02-79	4,660,000	4,660,000	9.250
REPO WELLS FARGO BANK SF	10,700	9.750	07-05-79	10,700,000	10,700,000	9.750
SUBCLASS TOTAL	21,360			20,827,457	21,057,405	

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
YELLOWSTONE BANK ARSAROEKE CD	500	10.375	10-15-79	500,000	500,000	10.375
FIRST SECURITY BANK ANACONDA CD	200	10.500	11-16-79	200,000	200,000	10.500
FIRST SECURITY BANK ANACONDA CD	300	10.250	04-11-80	300,000	300,000	10.250
FIRST SECURITY BANK ANACONDA CD	500	10.250	05-07-80	500,000	500,000	10.250
BANK OF BAKER CD	200	9.000	09-28-79	200,000	200,000	9.000
BANK OF BAKER CD	150	10.500	02-22-80	150,000	150,000	10.500
BANK OF BAKER CD	150	10.500	02-27-80	150,000	150,000	10.500
MONTANA BANK OF BELGRADE CD	200	10.250	12-03-79	200,000	200,000	10.250
FIRST CITIZENS BANK BILLINGS CD	500	7.760	05-01-81	500,000	500,000	7.760
FIRST CITIZENS BANK BILLINGS CD	500	7.860	05-03-82	500,000	500,000	7.860
MIDLAND NATL BANK BILLINGS CD	200	7.630	04-15-81	200,000	200,000	7.630
MIDLAND NATL BANK BILLINGS CD	100	7.510	04-15-81	100,000	100,000	7.510
MIDLAND NATL BANK BILLINGS CD	200	7.390	04-15-81	200,000	200,000	7.390
MIDLAND NATL BANK BILLINGS CD	200	7.340	04-15-80	200,000	200,000	7.340
MIDLAND NATL BANK BILLINGS CD	100	7.270	04-15-80	100,000	100,000	7.270
MIDLAND NATL BANK BILLINGS CD	200	7.190	04-15-80	200,000	200,000	7.190
MIDLAND NATL BANK BILLINGS CD	200	7.400	10-21-81	200,000	200,000	7.400
MIDLAND NATL BANK BILLINGS CD	100	7.350	10-21-81	100,000	100,000	7.350
MIDLAND NATL BANK BILLINGS CD	200	7.300	10-21-81	200,000	200,000	7.300
MIDLAND NATL BANK BILLINGS CD	200	7.100	10-21-80	200,000	200,000	7.100
MIDLAND NATL BANK BILLINGS CD	100	7.000	10-21-80	100,000	100,000	7.000
MIDLAND NATL BANK BILLINGS CD	200	6.900	10-21-80	200,000	200,000	6.900
MIDLAND NATL BANK BILLINGS CD	200	6.850	10-22-79	200,000	200,000	6.850
MIDLAND NATL BANK BILLINGS CD	100	6.700	10-22-79	100,000	100,000	6.700
MIDLAND NATL BANK BILLINGS CD	200	6.600	10-22-79	200,000	200,000	6.600
MIDLAND NATL BANK BILLINGS CD	500	6.530	04-26-81	500,000	500,000	6.530
MIDLAND NATL BANK BILLINGS CD	500	6.730	04-28-82	500,000	500,000	6.730
MIDLAND NATL BANK BILLINGS CD	250	7.140	11-05-79	250,000	250,000	7.140
MIDLAND NATL BANK BILLINGS CD	250	7.260	11-04-80	250,000	250,000	7.260
MIDLAND NATL BANK BILLINGS CD	500	7.350	11-04-81	500,000	500,000	7.350
MIDLAND NATL BANK BILLINGS CD	500	7.455	11-04-82	500,000	500,000	7.455
MIDLAND NATL BANK BILLINGS CD	500	10.500	08-22-79	500,000	500,000	10.500
MIDLAND NATL BANK BILLINGS CD	1,000	10.500	09-04-79	1,000,000	1,000,000	10.500
MIDLAND NATL BANK BILLINGS CD	200	10.375	10-10-79	200,000	200,000	10.375
MIDLAND NATL BANK BILLINGS CD	500	10.375	10-24-79	500,000	500,000	10.375
MIDLAND NATL BANK BILLINGS CD	2,000	10.375	11-05-79	2,000,000	2,000,000	10.375
MIDLAND NATL BANK BILLINGS CD	1,000	10.250	12-10-79	1,000,000	1,000,000	10.250
MIDLAND NATIONAL BANK BILLINGS CD	100	7.520	11-04-81	100,000	100,000	7.520
RIMROCK BANK BILLINGS CD	500	7.450	10-14-81	500,000	500,000	7.450
SECURITY BANK BILLINGS CD	500	7.050	10-15-79	500,000	500,000	7.050
SECURITY BANK BILLINGS CD	500	7.350	10-14-80	500,000	500,000	7.350
SECURITY BANK BILLINGS CD	500	10.450	10-09-79	500,000	500,000	10.450
SECURITY BANK BILLINGS CD	100	6.800	10-19-79	100,000	100,000	6.800
FIRST BANK WEST BILLINGS CD	100	6.950	10-19-79	100,000	100,000	6.950
FIRST BANK WEST BILLINGS CD	100	7.150	10-20-80	100,000	100,000	7.150
FIRST BANK WEST BILLINGS CD	100	7.400	10-20-80	100,000	100,000	7.400
FIRST BANK WEST BILLINGS CD	100	7.500	10-20-81	100,000	100,000	7.500
FIRST BANK WEST BILLINGS CD	100	7.600	10-20-81	100,000	100,000	7.600

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
FIRST BANK WEST BILLINGS CD	200	7.250	11-05-79	200,000	200,000	7.250
FIRST BANK WEST BILLINGS CD	200	7.360	11-04-80	200,000	200,000	7.360
FIRST BANK WEST BILLINGS CD	200	7.380	11-04-81	200,000	200,000	7.380
FIRST BANK WEST BILLINGS CD	200	7.450	11-04-82	200,000	200,000	7.450
FIRST BANK WEST BILLINGS CD	100	7.610	04-25-80	100,000	100,000	7.610
FIRST BANK WEST BILLINGS CD	100	7.810	04-25-82	100,000	100,000	7.810
FIRST BANK WEST BILLINGS CD	100	7.910	04-25-83	100,000	100,000	7.910
FIRST BANK WEST BILLINGS CD	200	10.500	01-18-80	200,000	200,000	10.500
WESTERN BANK BILLINGS CD	100	8.500	07-13-79	100,000	100,000	8.500
WESTERN BANK BILLINGS CD	200	8.750	09-14-79	200,000	200,000	8.750
WESTERN BANK BILLINGS CD	200	10.500	11-16-79	200,000	200,000	10.500
WESTERN BANK BILLINGS CD	400	10.500	12-12-79	400,000	400,000	10.500
WESTERN BANK BILLINGS CD	200	10.750	01-01-80	200,000	200,000	10.750
WESTERN STATE BANK BILLINGS CD	450	9.000	09-23-79	450,000	450,000	9.000
WESTERN STATE BANK BILLINGS CD	500	10.750	01-01-80	500,000	500,000	10.750
FIRST NW BILLINGS CD	500	7.640	05-02-80	500,000	500,000	7.640
FIRST NW BILLINGS CD	500	7.730	05-01-81	500,000	500,000	7.730
FIRST NW BILLINGS CD	500	8.020	05-03-82	500,000	500,000	8.020
FIRST NW BILLINGS CD	500	8.310	05-02-83	500,000	500,000	8.310
MONTANA BANK BOZEMAN CD	300	8.500	03-31-79	300,000	300,000	8.500
MONTANA BANK BOZEMAN CD	200	10.500	09-10-79	200,000	200,000	10.500
MONTANA BANK BOZEMAN CD	200	10.250	12-24-79	200,000	200,000	10.250
FIRST NATL BANK BOZEMAN CD	500	7.375	04-14-81	500,000	500,000	7.375
FIRST NATL BANK BOZEMAN CD	500	7.275	04-14-80	500,000	500,000	7.275
FIRST NATL BANK BOZEMAN CD	500	10.500	08-20-79	500,000	500,000	10.500
FIRST NATL BANK BOZEMAN CD	1,000	10.375	10-09-79	1,000,000	1,000,000	10.375
FIRST NATL BANK BOZEMAN CD	500	10.500	11-19-79	500,000	500,000	10.500
FIRST NATL BANK BOZEMAN CD	500	10.500	11-21-79	500,000	500,000	10.500
FIRST SECURITY BANK BOZEMAN CD	1,000	9.000	10-10-79	1,000,000	1,000,000	9.000
FIRST SECURITY BANK BOZEMAN CD	500	9.000	10-11-79	500,000	500,000	9.000
MINERS BANK OF MONTANA BUTTE CD	500	10.250	05-09-80	500,000	500,000	10.250
MONTANA NATL BANK BUTTE CD	150	8.500	09-06-79	150,000	150,000	8.500
MONTANA BANK BUTTE CD	250	10.500	08-29-79	250,000	250,000	10.500
MONTANA BANK BUTTE CD	300	10.250	05-07-80	300,000	300,000	10.250
PRUDENTIAL FED SAVINGS & LOAN BUTTE CD	100	7.750	06-03-83	100,000	100,000	7.750
WESTERN BANK CHINOOK CD	300	8.000	10-14-81	300,000	300,000	8.000
WESTERN BANK CHINOOK CD	200	6.750	04-26-82	200,000	200,000	6.750
WESTERN BANK CHINOOK CD	400	7.900	01-23-83	400,000	400,000	7.900
WESTERN BANK CHINOOK CD	100	9.000	09-23-79	100,000	100,000	9.000
SECURITY BANK COLTRIP CD	100	10.500	09-26-79	100,000	100,000	10.500
BANK OF COLUMBIA FALLS CD	200	7.500	04-15-80	200,000	200,000	7.500
BANK OF COLUMBIA FALLS CD	200	7.750	01-15-81	200,000	200,000	7.750
BANK OF COLUMBIA FALLS CD	200	6.600	10-23-79	200,000	200,000	6.600
BANK OF COLUMBIA FALLS CD	200	9.250	10-11-79	200,000	200,000	9.250
BANK OF COLUMBIA FALLS CD	200	10.500	11-21-79	200,000	200,000	10.500
BANK OF COLUMBIA FALLS CD	500	7.000	10-26-79	500,000	500,000	7.000
GLACIER NATL BANK COLUMBIA FALLS CD	200	6.375	04-29-80	200,000	200,000	6.375
GLACIER NATL BANK COLUMBIA FALLS CD	200	7.250	04-29-81	200,000	200,000	7.250

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
WELLS FARGO BANK COLUMBUS CD	500	10.375	10-09-79	500,000	500,000	10.375
NORTH CAROLINA BANK HELENA CD	2,000	10.375	10-09-79	2,000,000	2,000,000	10.375
WELLS FARGO BANK & TRUST CD	100	8.750	09-14-79	100,000	100,000	8.750
DEER CREEK BANK & TRUST CD	100	10.500	01-25-80	100,000	100,000	10.500
DEER CREEK BANK & TRUST CD	100	10.500	08-03-79	100,000	100,000	10.500
DEER CREEK BANK & TRUST CD	200	10.500	08-22-79	200,000	200,000	10.500
DEER CREEK BANK & TRUST CD	100	10.500	03-14-80	100,000	100,000	10.500
DEER CREEK BANK & TRUST CD	200	10.250	12-05-79	200,000	200,000	10.250
FIRST SECURITY BANK DEER LODGE CD	100	8.500	09-07-79	100,000	100,000	8.500
FIRST SECURITY BANK DEER LODGE CD	200	10.375	10-09-79	200,000	200,000	10.375
FIRST NATIONAL BANK KALAMAZOO CD	100	10.500	09-12-79	100,000	100,000	10.500
FIRST NATIONAL BANK KALAMAZOO CD	400	7.500	10-10-80	400,000	400,000	7.500
FIRST NATIONAL BANK KALAMAZOO CD	200	6.370	04-25-80	200,000	200,000	6.370
FIRST NATIONAL BANK KALAMAZOO CD	200	6.620	04-27-81	200,000	200,000	6.620
FIRST NATIONAL BANK KALAMAZOO CD	200	6.770	04-26-82	200,000	200,000	6.770
FIRST NATIONAL BANK KALAMAZOO CD	400	8.750	09-21-79	400,000	400,000	8.750
FIRST NATIONAL BANK KALAMAZOO CD	350	10.250	04-18-80	350,000	350,000	10.250
FIRST SECURITY BANK KALAMAZOO CD	300	6.800	10-26-79	300,000	300,000	6.800
FIRST SECURITY BANK KALAMAZOO CD	100	7.500	04-08-81	100,000	100,000	7.500
FIRST SECURITY BANK KALAMAZOO CD	1,000	8.500	07-13-79	1,000,000	1,000,000	8.500
NORTH CAROLINA BANK HELENA CD	500	7.500	07-17-79	500,000	500,000	7.500
NORTH CAROLINA BANK HELENA CD	500	7.500	01-21-80	500,000	500,000	7.500
NORTH CAROLINA BANK HELENA CD	500	7.625	04-20-81	500,000	500,000	7.625
FIRST WESTSIDE NATL BANK GREAT FALLS CD	200	7.250	10-03-80	200,000	200,000	7.250
FIRST WESTSIDE NATL BANK GREAT FALLS CD	750	8.500	07-13-79	750,000	750,000	8.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	500	10.750	01-04-80	500,000	500,000	10.750
FIRST WESTSIDE NATL BANK GREAT FALLS CD	200	10.500	09-17-79	200,000	200,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	100	10.500	09-24-79	100,000	100,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	200	10.375	10-16-79	200,000	200,000	10.375
FIRST WESTSIDE NATL BANK GREAT FALLS CD	250	10.500	11-20-79	250,000	250,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	500	10.250	12-05-79	500,000	500,000	10.250
FIRST WESTSIDE NATL BANK GREAT FALLS CD	300	10.250	12-17-79	300,000	300,000	10.250
VILLAGE BANK GREAT FALLS CD	500	7.000	10-15-79	500,000	500,000	7.000
VILLAGE BANK GREAT FALLS CD	200	8.500	08-03-79	200,000	200,000	8.500
VILLAGE BANK GREAT FALLS CD	500	9.250	10-16-79	500,000	500,000	9.250
VILLAGE BANK GREAT FALLS CD	300	10.500	11-20-79	300,000	300,000	10.500
GREAT FALLS FEDERAL SAVINGS & LOAN CD	100	10.250	04-25-80	100,000	100,000	10.250
FIRST NATIONAL BANK HAVRE CD	100	7.670	04-08-81	100,000	100,000	7.670
FIRST NATIONAL BANK HAVRE CD	100	7.357	04-08-80	100,000	100,000	7.357
FIRST SECURITY BANK HELENA CD	1,000	8.125	05-23-80	1,000,000	1,000,000	8.125
FIRST SECURITY BANK HELENA CD	200	10.500	08-20-79	200,000	200,000	10.500
FIRST SECURITY BANK HELENA CD	600	10.500	02-22-80	600,000	600,000	10.500
FIRST SECURITY BANK HELENA CD	1,000	10.250	05-02-80	1,000,000	1,000,000	10.250
FIRST NATIONAL BANK HELENA CD	500	6.750	10-15-79	500,000	500,000	6.750
FIRST NATIONAL BANK HELENA CD	500	10.500	01-15-80	500,000	500,000	10.500
FIRST NATIONAL BANK HELENA CD	600	10.375	10-10-79	600,000	600,000	10.375
FIRST NATIONAL BANK HELENA CD	500	10.375	10-16-79	500,000	500,000	10.375
NORTH CAROLINA BANK HELENA CD	250	7.375	11-02-82	250,000	250,000	7.375

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
NORTHWESTERN BANK HELENA CD	500	7.750	04-25-80	500,000	500,000	7.750
CONRAD NATL BANK KALISPELL CD	500	7.000	10-08-80	500,000	500,000	7.000
CORRENT STATE BANK KALISPELL CD	500	7.125	10-08-81	500,000	500,000	7.125
FARMERS & TRUST CO. BANK KALISPELL CD	100	7.375	01-08-81	100,000	100,000	7.375
FIRST MONTANA NATL BANK KALISPELL CD	200	7.500	10-21-81	200,000	200,000	7.500
FIRST MONTANA NATL BANK KALISPELL CD	200	7.100	10-21-80	200,000	200,000	7.100
VALLEY BANK KALISPELL CD	200	10.500	11-05-79	200,000	200,000	10.500
FIRST SECURITY BANK KALISPELL CD	200	10.375	10-02-79	200,000	200,000	10.375
FIRST SECURITY BANK LAUREL CD	100	7.250	10-28-80	100,000	100,000	7.250
FIRST SECURITY BANK LAUREL CD	100	7.250	10-28-81	100,000	100,000	7.250
FIRST SECURITY BANK LINCOLN CD	100	10.500	01-30-80	100,000	100,000	10.500
FIRST BANK OF LINCOLN CD	100	10.250	05-30-80	100,000	100,000	10.250
FIRST SECURITY BANK LIVINGSTON CD	200	6.800	04-25-80	200,000	200,000	6.800
FIRST SECURITY BANK LIVINGSTON CD	200	7.300	01-27-81	200,000	200,000	7.300
FIRST SECURITY BANK LIVINGSTON CD	100	7.600	04-28-80	100,000	100,000	7.600
FIRST SECURITY BANK LIVINGSTON CD	100	7.800	04-27-82	100,000	100,000	7.800
FIRST SECURITY BANK LIVINGSTON CD	100	7.900	04-27-83	100,000	100,000	7.900
FIRST SECURITY BANK LIVINGSTON CD	250	9.250	10-12-79	250,000	250,000	9.250
FIRST SECURITY BANK LIVINGSTON CD	300	10.500	08-15-79	300,000	300,000	10.500
FIRST SECURITY BANK LIVINGSTON CD	300	10.375	10-01-79	300,000	300,000	10.375
FIRST SECURITY BANK LIVINGSTON CD	400	10.150	04-25-80	400,000	400,000	10.150
FIRST SECURITY BANK LIVINGSTON CD	300	10.250	05-23-80	300,000	300,000	10.250
EMPIRE FEDERAL B&L LIVINGSTON CD	100	7.750	04-24-81	100,000	100,000	7.750
FIRST SECURITY BANK MALTA CD	100	8.500	08-24-79	100,000	100,000	8.500
FIRST CITIZENS BANK MILES CITY CD	150	7.650	05-08-80	150,000	150,000	7.650
FIRST CITIZENS BANK MILES CITY CD	150	7.800	05-08-81	150,000	150,000	7.800
FIRST CITIZENS BANK MILES CITY CD	250	7.900	05-07-82	250,000	250,000	7.900
FIRST CITIZENS BANK MILES CITY CD	250	8.000	05-06-83	250,000	250,000	8.000
FIRST SECURITY BANK MISSOULA CD	100	8.500	07-17-79	100,000	100,000	8.500
FIRST NATL MONTANA BANK MISSOULA CD	500	7.500	10-26-79	500,000	500,000	7.500
FIRST NATL MONTANA BANK MISSOULA CD	500	7.800	10-21-80	500,000	500,000	7.800
FIRST NATL MONTANA BANK MISSOULA CD	500	7.900	10-27-81	500,000	500,000	7.900
FIRST NATL MONTANA BANK MISSOULA CD	250	6.400	05-23-80	250,000	250,000	6.400
FIRST NATL MONTANA BANK MISSOULA CD	250	6.750	05-22-81	250,000	250,000	6.750
FIRST NATL MONTANA BANK MISSOULA CD	500	7.750	05-15-81	500,000	500,000	7.750
FIRST NATL MONTANA BANK MISSOULA CD	500	9.500	10-26-79	500,000	500,000	9.500
SOUTHERN NATL BANK MISSOULA CD	100	7.000	10-03-80	100,000	100,000	7.000
SOUTHERN NATL BANK MISSOULA CD	100	7.250	10-03-81	100,000	100,000	7.250
WESTERN MONTANA NATL BANK MISSOULA CD	900	10.250	12-10-79	900,000	900,000	10.250
WESTERN MONTANA NATL BANK MISSOULA CD	1,000	10.250	12-11-79	1,000,000	1,000,000	10.250
WESTERN MONTANA NATL BANK MISSOULA CD	600	10.250	12-12-79	600,000	600,000	10.250
WESTERN MONTANA NATL BANK MISSOULA CD	100	7.250	10-07-80	100,000	100,000	7.250
WESTERN MONTANA NATL BANK MISSOULA CD	100	10.500	09-24-79	100,000	100,000	10.500
WESTERN MONTANA NATL BANK MISSOULA CD	200	10.375	10-09-79	200,000	200,000	10.375
WESTERN MONTANA NATL BANK MISSOULA CD	100	10.500	01-22-80	100,000	100,000	10.500
WESTERN MONTANA NATL BANK MISSOULA CD	100	10.500	01-29-80	100,000	100,000	10.500
WESTERN MONTANA NATL BANK MISSOULA CD	100	10.500	07-30-79	100,000	100,000	10.500
WESTERN MONTANA NATL BANK MISSOULA CD	200	10.500	02-13-80	200,000	200,000	10.500

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
RICH AND NATL BANK SIDNEY CD	500	9.000	10-12-79	500,000	500,000	9.000
SIDNEY NATL BANK SIDNEY CD	500	6.750	10-19-79	500,000	500,000	6.750
SIDNEY NATL BANK SIDNEY CD	500	7.000	10-20-80	500,000	500,000	7.000
SIDNEY NATL BANK SIDNEY CD	500	7.250	10-19-81	500,000	500,000	7.250
MONTANA BANK MINERAL COUNTY SUPERIOR CD	100	10.750	12-27-79	100,000	100,000	10.750
MONTANA BANK MINERAL COUNTY SUPERIOR CD	100	10.500	08-22-79	100,000	100,000	10.500
FIRST NATL BANK TWIN BRIDGES CD	100	10.250	04-25-80	100,000	100,000	10.250
FIRST NATL BANK WHITEFISH CD	250	7.250	04-28-80	250,000	250,000	7.250
FIRST NATL BANK WHITEFISH CD	500	7.750	04-28-81	500,000	500,000	7.750
FIRST STATE BANK WHITEFISH CD	100	7.000	10-08-79	100,000	100,000	7.000
FIRST STATE BANK WHITEFISH CD	200	8.500	07-25-79	200,000	200,000	8.500
FIRST STATE BANK WHITEFISH CD	150	10.250	01-25-80	150,000	150,000	10.250
WESTERN NATL BANK WOLF POINT CD	300	6.650	10-08-79	300,000	300,000	6.650
SUBCLASS TOTAL	66,300			66,300,000	66,300,000	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES CHASE MANHATTAN	1,500	.000	07-20-79	1,487,688	1,492,281	9.850
BANKERS ACCEPTANCES CITIBANK NEW YORK	2,000	.000	07-16-79	1,985,188	1,991,917	9.875
BANKERS ACCEPTANCES NORTHWESTERN	1,000	.000	07-19-79	992,613	995,125	9.850
SUBCLASS TOTAL	4,500			4,465,489	4,479,323	
SECURITY TOTAL	93,660			93,085,898	93,314,707	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	8.250	05-15-90	495,758	484,375	8.348
US TREASURY BONDS	500	8.250	05-15-90	495,580	484,375	8.352
US TREASURY NOTES	1,000	8.125	08-15-82	998,160	993,125	8.159
US TREASURY NOTES	1,000	8.125	08-15-82	999,740	993,125	8.131
US TREASURY NOTES	1,000	8.125	08-15-82	1,001,320	983,125	8.100
US TREASURY NOTES	2,000	8.500	09-30-79	1,996,120	1,993,756	8.553
US TREASURY NOTES	3,000	8.600	02-15-83	3,000,000	2,934,844	8.000
US TREASURY NOTES	5,000	7.875	05-15-86	5,000,000	4,778,125	7.875
US TREASURY NOTES	2,500	8.000	08-15-86	2,500,000	2,402,314	8.000
US TREASURY NOTES	1,000	7.500	06-15-84	998,125	613,900	7.265
US TREASURY NOTES	500	7.500	06-15-84	498,125	471,903	7.319
US TREASURY NOTES	500	7.500	08-15-84	498,125	471,903	7.319
US TREASURY NOTES	1,000	6.625	09-30-79	995,781	990,500	6.854
US TREASURY NOTES	720	6.625	09-30-79	718,314	714,600	6.749
US TREASURY NOTES	1,200	6.625	09-30-79	1,276,400	1,270,400	6.778
US TREASURY NOTES	500	7.500	05-15-81	497,691	487,813	7.660

SHORT TERM INVESTMENT P66L

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	500	7.500	05-15-81	498,281	487,813	7.630
US TREASURY NOTES	670	7.875	05-15-83	667,702	651,889	7.950
US TREASURY NOTES	330	7.875	05-15-83	328,866	321,080	7.960
US TREASURY NOTES	1,000	7.875	05-15-83	996,980	972,969	7.940
US TREASURY NOTES	500	8.250	05-15-88	496,016	484,247	8.368
US TREASURY NOTES	1,000	8.250	05-15-88	997,813	968,594	8.282
US TREASURY NOTES	500	8.250	05-15-88	495,625	481,297	8.381
US TREASURY NOTES	1,000	8.250	05-15-88	999,063	968,594	8.264
US TREASURY NOTES	1,000	8.250	05-15-88	991,875	968,594	8.371
US TREASURY NOTES	2,000	8.250	06-30-82	2,000,000	1,973,750	8.250
SUBCLASS TOTAL	30,500			30,441,690	29,662,176	
SECURITY TOTAL	30,500			30,441,690	29,662,176	

GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	2,000	10.400	09-04-79	1,998,281	2,001,875	10.570
FEDERAL FARM CREDIT BANKS	2,000	10.450	12-03-79	2,000,000	2,004,063	10.450
FEDERAL FARM CREDIT BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
FEDERAL FARM CREDIT BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
FEDERAL HOME LOAN BANKS	500	8.750	05-25-84	500,000	496,250	8.750
FEDERAL HOME LOAN BANKS	500	8.750	05-25-84	500,000	496,250	8.750
FEDERAL HOME LOAN BANKS	1,000	7.600	08-25-87	1,000,000	917,188	7.600
FEDERAL HOME LOAN BANKS	1,000	7.600	08-25-87	1,000,000	917,188	7.600
FEDERAL HOME LOAN BANKS	1,000	9.300	08-25-83	996,094	1,008,125	9.408
FEDERAL HOME LOAN BANKS	1,000	9.300	08-25-83	996,094	1,008,125	9.408
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.350	12-10-82	500,000	474,531	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.350	12-10-82	500,000	474,531	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.300	12-10-81	500,000	479,871	7.300
FEDERAL NATIONAL MORTGAGE ASSOCIATION	750	7.300	12-10-81	750,000	719,773	7.300
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	9.700	09-10-81	500,000	503,321	9.700
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	9.700	09-10-81	500,000	503,321	9.700
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.750	03-10-83	1,000,000	968,750	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.750	03-10-83	500,000	479,375	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.750	03-10-83	500,000	479,375	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.350	04-10-84	1,000,000	933,750	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.350	04-10-84	1,000,000	933,750	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.250	07-10-85	500,000	458,751	7.250
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.250	07-10-85	500,000	458,751	7.250
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.550	12-10-84	995,600	935,000	7.632
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.200	01-10-84	500,000	483,473	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.200	01-10-84	500,000	483,473	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.200	04-10-84	1,000,000	966,875	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.750	04-11-83	1,000,000	990,000	8.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.750	04-11-83	1,000,000	990,000	8.750

SHORT TERM INVESTMENT POOL

SECURITY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES							
US GOVERNMENT AGENCIES							
FEDERAL INTERMEDIATE CREDIT BANKS		1,000	7.400	01-02-80	998,750	988,750	7.434
FEDERAL INTERMEDIATE CREDIT BANKS		1,000	7.000	01-01-82	1,000,000	951,050	7.000
FEDERAL INTERMEDIATE CREDIT BANKS		500	7.300	07-01-80	500,000	480,141	7.300
FEDERAL INTERMEDIATE CREDIT BANKS		2,500	7.300	07-01-80	2,500,000	2,443,703	7.300
FEDERAL LAND BANKS		1,000	9.100	07-20-81	1,000,000	998,433	9.100
FEDERAL LAND BANKS		500	7.600	01-20-87	499,688	460,625	7.610
FEDERAL LAND BANKS		500	7.600	01-20-87	499,844	460,625	7.604
FEDERAL LAND BANKS		2,000	7.350	10-20-83	2,000,000	1,883,125	7.350
FEDERAL LAND BANKS		2,000	7.350	10-20-83	2,000,000	1,883,125	7.350
FEDERAL LAND BANKS		500	8.700	07-20-82	500,000	495,038	8.700
FEDERAL LAND BANKS		250	8.700	07-20-82	250,000	247,969	8.700
FEDERAL LAND BANKS		500	8.700	07-20-82	500,000	495,938	8.700
FEDERAL LAND BANKS		500	8.700	07-20-82	500,000	495,938	8.700
FEDERAL LAND BANKS		250	8.700	07-20-82	250,000	247,969	8.700
SUBCLASS TOTAL		39,250			39,234,351	38,107,271	
SECURITY TOTAL		39,250			39,234,351	38,107,271	
FUND TOTAL		182,590			181,789,889	179,250,113	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
FUND TOTAL						
ALLIED CHEMICAL CORP	492	7.875	09-01-96	489,415	445,949	7.941
AFRICAN CYANAMID CO	500	8.375	03-15-06	497,773	458,750	8.420
ATLANTIC RICHFIELD	200	7.750	12-15-03	200,000	176,320	7.750
ATLANTIC RICHFIELD	115	7.750	12-15-03	115,000	101,324	7.750
BEDARCO INC ALSO INDEPENDENCE PP	990	8.750	12-01-01	990,000	930,105	8.750
BETHLEHEM STEEL	1,000	8.375	03-01-01	993,498	808,900	8.450
BORDEN	500	9.375	06-15-09	500,000	503,750	9.375
CATERPILLAR TRACTOR CO	300	8.600	05-01-99	300,000	288,750	8.600
CATERPILLAR TRACTOR CO	100	8.600	05-01-99	100,000	96,250	8.600
CATERPILLAR TRACTOR CO	500	8.600	05-01-99	500,000	457,500	8.000
CENTRAL SOYA CO INC	250	7.500	08-01-97	249,548	218,450	7.522
CONTINENTAL OIL CO	500	8.875	06-01-01	498,904	485,600	8.900
COUNTRYWIDE STATIONS INC PP	456	7.750	12-01-01	456,000	391,750	7.750
CROWN ZELLERBACH SOUTH TIMBER CORP PP	500	8.125	05-01-94	500,000	442,200	8.125
CROWN ZELLERBACH SOUTH TIMBER CORP PP	381	8.125	05-01-94	380,594	336,597	8.125
DOW CHEMICAL CO	500	8.625	02-15-08	496,178	467,700	8.700
DRESSER INDUSTRIES	500	8.650	05-15-85	500,000	470,313	8.650
DUPONT DEBS	500	8.500	05-01-06	500,000	475,600	8.500
GEORAI MILLS INC	500	9.375	03-01-09	495,288	502,500	9.469
HALL FLOUR CO	500	9.250	04-01-00	497,923	503,750	9.302
HOCHTIEF CHEMICAL CORP PP	478	10.500	06-29-96	478,380	505,839	10.500
HOCHTIEF CHEMICAL CORP PP	22	10.500	06-29-96	22,332	23,614	10.500
HOCHTIEF CHEMICAL CORP PP	500	8.750	05-01-85	499,125	485,550	8.796
HOCHTIEF RAPID CO	500	7.900	01-15-07	500,000	430,850	7.900
INLAND STEEL	500	9.000	06-15-04	496,671	453,600	9.078
INTERNATIONAL HARVESTER	500	9.350	11-01-00	500,000	470,000	9.350
INTERNATIONAL MINERAL S AND CHEMICAL CORP	500	8.850	12-15-00	500,000	434,400	8.850
INTERNATIONAL PAPER CO	400	7.625	05-15-97	400,000	341,520	7.625
NEVALE OIL CO	500	7.600	01-15-07	500,000	435,830	7.600
KRAFT INC	200	8.500	11-01-06	199,088	165,240	8.550
KARATHON OIL CO DEBS	500	8.500	11-01-06	497,721	463,100	8.550
KARATHON OIL CO DEBS	500	9.625	03-15-04	498,763	485,000	9.651
JR MCLEMMOTT & CO	500	8.500	06-15-01	484,545	470,600	8.850
MOBIL CORP	500	9.375	05-15-84	498,886	493,700	9.438
MONTGOMERY WARD CREDIT	500	9.375	07-01-00	500,000	492,100	9.375
NL INDUSTRIES INC	350	7.750	11-01-03	348,579	308,595	7.793
NABISCO INC SINKING FUND DEBS	1,000	8.875	11-30-98	1,000,000	936,600	8.875
PHILLIP MORRIS PP	500	8.875	11-15-00	500,000	490,600	8.875
PHILLIPS PETROLEUM DEBS	500	10.200	08-15-92	500,000	518,125	10.200
RCA CORPORATION	100	10.200	08-15-92	100,000	103,625	10.200
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	452,500	8.000
RJ REYNOLDS INDUSTRIES	500	8.750	04-01-06	493,883	450,000	8.821
TRAC CORP	500	8.000	05-15-05	496,762	485,000	8.821
UNIT OIL CO	500	8.000	04-15-07	500,000	465,000	8.000
SHELL OIL	486	8.400	03-14-01	486,386	417,064	8.400
SHELL OIL BT ALASKA PP	1,000	9.300	03-07-02	1,000,000	995,100	9.300
SHELL OIL USA ATLANTIC PP	500	9.850	05-15-04	500,000	512,500	9.850
SHIITI INTERNATIONAL	333	7.500	01-01-99	333,335	279,768	7.500
STANDARD OIL OF CALIFORNIA PP						

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY

CORPORATE BONDS
INDUSTRIAL

STANDARD OIL OF CALIFORNIA PP VESSEL 173
STANDARD OIL OF CALIFORNIA PP
SYSTELTES BUILDING CORP PP
TEXACO INC
TEXACO INC
UNION OIL CO OF CALIFORNIA
UNION OIL CO OF CALIFORNIA
UNION OIL CO OF CALIFORNIA PP
WEYERHAEUSER CO
WEYERHAEUSER CO

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
STANDARD OIL OF CALIFORNIA PP VESSEL 173	950	8.500	07-02-99	950,000	881,505	8.500
STANDARD OIL OF CALIFORNIA PP	333	7.500	01-01-99	333,335	279,768	7.500
SYSTELTES BUILDING CORP PP	709	8.000	07-01-97	709,439	611,077	8.000
TEXACO INC	500	8.500	04-01-06	496,656	479,000	8.569
TEXACO INC	500	8.500	04-01-06	496,656	469,500	8.569
UNION OIL CO OF CALIFORNIA	1,000	8.625	03-01-06	993,328	945,000	8.695
UNION OIL CO OF CALIFORNIA	400	8.625	03-01-06	397,331	378,000	8.695
UNION OIL CO OF CALIFORNIA PP	500	7.500	01-01-98	500,000	417,400	7.500
WEYERHAEUSER CO	300	7.950	08-15-06	298,976	270,000	7.980
WEYERHAEUSER CO	500	7.950	08-15-06	498,293	450,000	7.980

SUBCLASS TOTAL

28,345

28,273,591

26,515,358

BANKS AND INSURANCE

AETNA LIFE & CASUALTY CO
AETNA LIFE & CASUALTY CO
BANK OF AMERICA CORP
BANK OF AMERICA CORP
BANKERS TRUST NEW YORK CORP
BERKSHIRE HATHAWAY INC PP
CHEMICAL NEW YORK CORP
CITICORP NOTES
CROCKER NATIONAL CORP
DUNELION BANKSHARES
FIRST BANK SYSTEM FINES
FIRST NATIONAL BANK ARIZONA
FIRST SECURITY CORP PP
INDUSTRIAL NATIONAL CORP NOTES
MANUFACTURERS HANOVER CORP
NORTHEAST BANCORPORATION
SAFECO CORP
SAFECO CORP

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350
BANK OF AMERICA CORP	200	8.350	05-15-07	200,000	181,160	8.350
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,831	444,300	8.649
BERKSHIRE HATHAWAY INC PP	471	8.000	03-01-93	471,000	414,107	8.000
CHEMICAL NEW YORK CORP	500	8.250	08-01-02	497,549	443,500	8.300
CITICORP NOTES	500	8.450	03-15-07	498,474	453,300	8.500
CROCKER NATIONAL CORP	500	8.600	12-01-02	497,653	449,400	8.648
DUNELION BANKSHARES	300	7.750	11-15-96	300,000	248,610	7.750
FIRST BANK SYSTEM FINES	200	6.750	09-15-79	200,000	190,680	6.750
FIRST NATIONAL BANK ARIZONA	500	7.700	04-01-97	499,104	410,000	7.722
FIRST SECURITY CORP PP	500	8.500	10-01-97	500,000	449,000	8.500
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	473,750	7.400
MANUFACTURERS HANOVER CORP	500	8.125	08-15-07	497,067	437,200	8.180
NORTHEAST BANCORPORATION	500	7.750	03-15-03	500,000	422,050	7.750
SAFECO CORP	400	7.600	12-15-86	400,000	356,000	7.600
SAFECO CORP	100	7.600	12-15-86	100,000	89,000	7.600

SUBCLASS TOTAL

7,671

7,654,958

6,824,827

OTHER FINANCIAL

AVCO FINANCIAL SERVICES
AVCO FINANCIAL SERVICES
BENEFICIAL CORP
BENEFICIAL CORP
CHAMPELVIEW LEASING CO INC PP
COMMERCIAL CREDIT CORP

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
AVCO FINANCIAL SERVICES	250	7.875	05-01-92	248,382	216,850	7.976
AVCO FINANCIAL SERVICES	500	7.625	12-01-97	500,000	412,400	7.625
BENEFICIAL CORP	500	8.300	06-01-03	500,000	470,100	8.300
BENEFICIAL CORP	500	8.350	02-15-88	500,000	469,350	8.350
CHAMPELVIEW LEASING CO INC PP	500	9.250	07-15-96	500,000	487,450	9.250
COMMERCIAL CREDIT CORP	500	7.750	02-15-92	496,784	424,950	7.851

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER FINANCIAL						
COMMERCIAL CREDIT NOTES	500	8.000	01-15-81	500,000	489,313	8.000
FORD MOTOR CREDIT NOTES	500	8.375	05-01-84	498,791	481,650	8.439
GENERAL ELECTRIC CREDIT	500	8.875	06-01-82	500,000	492,100	8.875
GENERAL MOTORS ACCEPTANCE CORP	500	7.350	01-15-87	500,000	446,700	7.350
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	01-15-02	500,000	442,050	8.000
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	495,909	438,650	8.078
GENERAL MOTORS ACCEPTANCE CORP	500	8.250	11-15-06	498,820	451,300	8.272
GENERAL MOTORS ACCEPTANCE CORP	500	8.650	02-15-08	500,000	468,950	8.650
GENERAL MOTORS ACCEPTANCE CORP	500	7.750	04-01-92	497,579	431,900	7.825
HONEYWELL FINANCE CORP	500	8.200	12-15-98	500,000	443,600	8.200
HONEYWELL FINANCE DEBS	500	9.650	11-01-81	500,000	494,800	9.650
HOUSEHOLD FINANCE DEBS	150	7.750	10-01-99	150,000	128,535	7.750
HOUSEHOLD FINANCE CORP	500	8.375	10-01-03	496,406	453,450	8.450
INTERNATIONAL HARVESTER CREDIT CORP	500	8.625	08-01-91	500,000	453,950	8.625
INTERNATIONAL HARVESTER CREDIT CORP	500	7.500	01-15-94	498,267	401,950	7.550
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800
JC PENNEY FINANCIAL CORP	200	7.875	09-15-91	199,378	174,800	7.925
JC PENNEY FINANCIAL CORP	100	7.875	09-15-91	99,689	87,400	7.925
TRANSAMERICA FINANCIAL CORP	500	7.875	11-01-91	497,656	430,700	7.951
SUBCLASS TOTAL	11,200			11,175,280	10,181,028	
TRANSPORTATION EXCL. RAILROADS						
CALIFORNIA AND HAWAIIAN SUGAR CO PP	426	8.250	08-24-93	426,284	379,137	8.250
COLONIAL PIPELINE PP	462	7.875	06-01-02	462,000	399,983	7.875
EXXON PIPELINE CO NOTES	500	8.050	10-15-80	500,000	460,630	8.050
LAKEHEAD PIPELINE CO INC	200	7.600	06-15-97	200,000	172,100	7.600
MICHIGAN WISCONSIN PIPELINE	200	5.750	04-15-86	178,093	167,460	7.958
MICHIGAN WISCONSIN PIPELINE	300	7.625	10-01-92	298,507	259,700	7.690
SOLID EP TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	505,600	9.058
SUBCLASS TOTAL	2,588			2,595,333	2,370,210	
RAILROADS						
AMERICAN RAIL BOX CAR CO PP	404	9.125	11-01-90	403,571	402,764	9.125
ATCHAFSON TOPEKA & SANTA FE RR PP	1,011	8.625	09-19-89	1,010,855	975,870	8.625
BURLINGTON NORTHERN	500	8.600	01-15-99	500,000	454,560	8.600
GENERAL AMERICAN TRANSPORTATION	500	8.750	05-01-81	500,000	491,260	8.750
GENERAL AMERICAN TRANSPORTATION	500	8.150	06-01-97	500,000	477,500	8.150
ST LOUIS SOUTHWESTERN RY PP	500	9.000	03-01-91	500,000	483,300	9.000
SOUTHERN RAILWAY CO	400	7.375	11-15-91	390,493	337,500	7.700
TRAILER TRAIN EQUIPMENT TRUST PP	459	11.250	07-15-89	458,684	502,075	11.250

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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RAILROADS

TRAILER TRAIN CO PP
UNION PACIFIC CORP NOTES
UNION PACIFIC CORP
UNION PACIFIC RAILROAD EQUIPMENT TRUST

500	8.750	04-01-89	500,000	474,850	8.750
500	8.600	03-01-83	500,000	469,600	8.600
500	8.400	03-01-01	500,000	456,100	8.400
500	7.700	01-01-92	500,000	441,550	7.700
6,274			6,263,603	5,947,378	

SUBCLASS TOTAL

UTILITIES

ALABAMA POWER CO
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
AMERICAN TEL & TEL
ARIZONA PUBLIC SERVICE
ARKANSAS LOUISIANA GAS
ATLANTIC CITY ELECTRIC
BALTIMORE GAS & ELECTRIC CO
BALTIMORE GAS & ELECTRIC
BALTIMORE GAS & ELECTRIC
BELL TELEPHONE CO OF PENN
BELL TELEPHONE CO OF PENN
BELL TELEPHONE CO OF PENN
BOSTON EDISON CO
BOSTON EDISON CO
BOSTON EDISON CO
CAROLINA POWER & LIGHT CO
CENTRAL ILLINOIS LIGHT CO
CENTRAL ILLINOIS LIGHT CO
CENTRAL ILLINOIS PUBLIC SERVICE
CENTRAL POWER & LIGHT
CENTRAL TELEPHONE CO OF DELAWARE
CENTRAL TELEPHONE CO OF DELAWARE
CHESAP & POTOMAC TEL MARYLAND
CHESAP & POTOMAC TEL MARYLAND
CHESAP & POTOMAC TEL MARYLAND
CHESAP & POTOMAC TEL MARYLAND
CHESAP & POTOMAC TEL MARYLAND
CHESAP & POTOMAC TEL VIRGINIA
CHESAP & POTOMAC TEL VIRGINIA

500	10.500	12-01-05	500,000	486,900	10.500
100	2.750	08-01-80	98,831	94,300	4.340
225	5.625	08-01-95	198,581	163,360	7.116
100	5.625	08-01-95	100,401	72,600	5.582
400	5.625	08-01-95	401,605	290,400	5.579
150	4.375	10-01-96	149,646	91,500	4.397
100	4.750	06-01-98	104,236	62,000	4.371
400	4.375	03-01-99	402,058	235,000	4.330
31	4.375	03-01-99	30,952	18,213	4.388
65	4.375	05-01-93	64,682	38,168	4.417
700	7.450	03-15-02	700,000	563,500	7.450
500	9.100	10-01-98	500,000	478,700	9.100
225	4.375	03-01-93	226,030	138,105	4.323
200	4.500	07-15-94	201,366	122,500	4.426
400	8.375	09-15-06	402,946	359,160	8.300
500	9.375	07-01-08	500,000	467,500	9.375
200	6.750	03-01-08	200,000	153,920	6.750
250	8.000	03-01-09	260,596	220,675	7.578
500	8.625	07-01-06	525,278	471,500	8.075
23	3.000	08-01-84	21,656	16,560	4.308
143	4.625	06-01-87	133,389	101,173	6.052
350	4.750	11-01-95	352,830	204,330	4.669
50	6.875	10-01-98	47,374	30,690	7.500
125	9.125	08-01-00	128,928	117,500	8.721
500	9.250	05-01-06	496,639	472,500	9.325
115	4.500	05-01-94	115,775	71,797	4.427
500	8.250	10-01-07	495,878	446,900	8.329
300	7.600	10-01-97	300,000	260,500	7.600
200	7.600	10-01-97	200,000	167,000	7.600
60	4.125	12-01-93	51,174	37,270	6.028
220	6.625	10-01-08	220,605	166,936	6.599
200	6.625	10-01-08	200,549	151,760	6.599
195	6.625	10-01-08	195,536	147,900	6.599
500	8.875	03-01-09	500,744	431,000	8.270
200	5.250	03-01-05	202,225	127,260	5.159
700	5.625	03-01-07	598,023	464,660	7.039
250	5.625	03-01-07	253,231	165,950	5.518

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CHESAPE & POTOMAC TEL VIRGINIA	265	6.750	05-01-08	265,485	203,388	6.731
CHESAPEAKE & POTOMAC TEL OF WASHINGTON	100	4.375	02-01-98	99,688	99,500	4.403
CHESAPEAKE & POTOMAC TEL WEST VIRGINIA	400	7.250	03-01-09	402,084	370,520	7.199
CINCINNATI TEL	100	9.000	05-15-15	93,430	96,580	9.659
CINCINNATI GAS AND ELECTRIC CO	500	7.375	08-01-11	498,692	407,500	7.400
CLEVELAND ELECTRIC CO	200	7.375	05-01-99	201,055	163,760	7.312
CLEVELAND ELECTRIC CO	100	2.750	09-01-85	91,560	69,000	4.334
CLEVELAND ELECTRIC CO	140	7.125	01-15-90	141,014	111,500	6.997
COLUMBIAN EDISON CO	85	4.250	03-01-87	84,721	62,263	4.318
COLUMBIAN EDISON CO	215	4.250	03-01-87	197,589	177,486	5.968
COLUMBIAN EDISON CO	100	4.625	03-01-90	101,228	69,750	4.438
COLUMBIAN EDISON CO	100	4.625	03-01-90	101,222	59,750	4.460
COLUMBIAN EDISON CO	400	8.750	03-01-05	400,000	366,000	8.750
COLUMBIAN EDISON CO	500	8.125	01-15-07	497,701	431,050	8.170
COLUMBIAN EDISON CO	500	8.250	12-01-07	490,518	438,800	8.434
COLUMBIAN EDISON CO	500	9.125	10-15-08	491,449	473,000	9.299
COLUMBIAN EDISON CO	1,000	9.125	06-01-98	1,000,000	971,500	9.125
COLUMBIAN EDISON COMPANY PP	270	6.875	10-01-98	267,342	204,201	6.988
CONNECTICUT LIGHT & POWER CO	212	6.875	10-01-98	210,637	160,336	6.945
CONNECTICUT LIGHT & POWER CO	200	7.900	04-15-02	197,705	162,500	8.033
CONNECTICUT LIGHT & POWER CO	250	7.900	04-15-02	250,000	203,105	7.900
CONNECTICUT LIGHT & POWER CO	200	7.900	04-15-02	197,322	162,500	8.050
CONNECTICUT LIGHT & POWER CO	250	7.900	04-15-02	247,609	203,125	8.011
CONNECTICUT NATURAL GAS CO	500	9.250	07-01-95	500,000	493,850	9.250
CONSUMERS POWER CO	40	4.625	08-01-89	40,579	27,200	4.331
CONSUMERS POWER CO	50	6.875	05-01-98	50,244	37,690	6.815
CONSUMERS POWER CO	500	11.375	03-01-94	300,000	317,640	11.375
CONSUMERS POWER & LIGHT	200	4.625	10-01-94	202,450	122,000	4.492
DELTA EDISON CO	665	9.000	12-01-99	716,427	581,875	8.046
DELTA EDISON CO	500	9.875	05-01-04	490,135	476,650	10.129
DELTA STATE TELEPHONE CO	100	4.625	09-01-05	100,196	57,250	4.605
DELTA POWER CO	200	5.375	04-01-97	200,958	129,840	5.323
DELTA POWER CO	175	6.375	02-01-93	175,392	127,663	6.317
DELTA POWER & LIGHT	300	7.000	01-01-99	298,947	228,750	7.040
DELTA POWER & LIGHT	245	7.750	07-01-99	247,211	199,675	7.641
DELTA POWER & LIGHT	350	8.750	03-01-00	350,000	315,000	8.750
DELTA POWER & LIGHT	500	10.125	02-01-09	494,435	505,000	10.244
DELTA ELECTRIC PP	2,000	9.950	05-01-04	2,000,000	1,981,200	9.950
DELTA GAS CO	455	8.000	06-15-97	455,000	378,105	8.000
FLORIDA POWER & LIGHT	250	4.625	04-01-94	253,886	155,625	4.455
FLORIDA POWER & LIGHT	200	5.600	12-01-95	137,528	126,500	9.204
FLORIDA POWER & LIGHT	300	7.750	09-01-01	303,953	250,530	7.998
FLORIDA POWER & LIGHT	200	9.000	11-01-00	204,784	167,000	8.690
FLORIDA POWER & LIGHT	500	7.675	11-01-03	500,000	407,500	7.625
FLORIDA POWER & LIGHT	300	7.500	10-01-02	297,662	241,500	7.600
FLORIDA POWER & LIGHT	300	7.375	03-01-01	294,950	225,000	7.565
FLORIDA POWER CO	300	7.500	12-01-02	300,000	224,100	7.500
FLORIDA POWER CO	200	7.500	12-01-02	200,000	149,400	7.500

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
GULF POWER CO	200	4.625	10-01-94	142,568	125,000	8.259
GULF STATES UTILITIES	250	6.750	10-01-98	238,995	199,021	7.266
INDUSTRIAL LITTING & POWER	50	6.750	11-01-97	50,516	39,125	6.622
IDAHO POWER CO	100	4.500	10-15-88	100,527	70,000	4.415
IDAHO POWER CO	100	4.500	11-01-91	100,991	61,750	4.374
IDAHO POWER CO	500	9.000	08-15-08	496,966	467,500	9.060
ILLINOIS BELL TELEPHONE CO	35	4.250	03-01-88	31,823	25,421	6.015
INDIANA AND MICHIGAN ELECTRIC CO	215	4.375	08-01-93	215,139	122,550	4.367
INDIANA BELL TELEPHONE CO	450	4.375	06-01-03	451,455	253,125	4.343
INDIANA BELL TELEPHONE CO	200	5.500	04-01-07	201,225	131,000	5.419
IOWA ILLINOIS GAS AND ELECTRIC	500	8.750	04-01-06	498,885	460,650	8.770
IOWA PUBLIC SERVICE	200	7.375	06-01-02	196,170	161,000	7.538
JERSEY CENTRAL POWER & LIGHT	500	8.000	11-01-01	504,717	381,250	7.890
KANSAS CITY POWER & LIGHT CO	225	5.750	05-15-97	225,551	156,938	5.723
KANSAS CITY POWER & LIGHT CO	200	6.750	04-01-98	201,501	154,260	6.661
KANSAS CITY POWER & LIGHT CO	260	7.125	02-01-99	261,238	207,038	7.069
KENTUCKY POWER CO	500	5.125	01-01-96	403,826	321,250	7.674
ENSENARCH	300	7.500	12-01-96	299,473	246,750	7.522
ENTECH	200	7.500	12-01-96	199,648	164,500	7.522
LOUISVILLE GAS & ELECT CO	45	2.750	11-01-79	44,763	14,016	4.295
MICHIGAN BELL TELEPHONE CO	175	6.375	02-01-05	176,028	129,308	6.319
MICHIGAN BELL TELEPHONE CO	450	6.375	02-01-05	447,902	332,505	6.419
MICHIGAN BELL TELEPHONE CO	200	9.600	10-01-08	214,606	101,500	8.810
MICHIGAN CONSOLIDATED GAS CO	30	4.500	03-15-88	30,288	21,351	4.334
MINNESOTA GAS CO	200	7.875	12-01-96	200,000	169,500	7.875
MINNESOTA POWER & LIGHT	500	10.500	08-01-05	500,000	517,500	10.500
MINNESOTA POWER & LIGHT	500	8.700	09-01-06	500,000	449,400	8.700
MINNESOTA POWER & LIGHT	500	8.350	09-01-07	500,000	436,250	8.350
MINNESOTA POWER & LIGHT	500	8.350	09-01-07	500,000	436,250	8.350
MISSISSIPPI POWER & LIGHT CO	200	7.750	05-01-02	200,000	163,500	7.750
MISSISSIPPI POWER & LIGHT CO	300	7.750	05-01-02	300,000	245,250	7.750
MONTANA POWER CO	20	4.500	04-01-89	20,170	13,700	4.366
MONTANA POWER CO	200	4.500	04-01-89	201,094	137,000	4.414
MONTANA POWER CO	21	4.500	04-01-89	21,113	14,385	4.414
MONTANA POWER CO	400	7.500	04-01-01	400,000	319,000	7.500
MONTANA POWER CO	500	8.625	03-01-04	501,095	448,750	8.599
MONTANA POWER CO	500	9.600	07-01-05	500,000	483,150	9.600
MONTANA POWER CO	500	9.875	01-01-09	496,487	443,750	9.949
MONTANA POWER CO	500	9.875	01-01-09	496,487	443,750	9.949
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	99,667	72,630	4.602
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	99,698	72,630	4.426
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	91,734	72,630	5.974
MOUNTAIN STATES TEL & TEL	200	5.000	04-01-00	205,758	125,760	4.716
MOUNTAIN STATES TEL & TEL	100	5.500	06-01-05	100,596	65,250	5.449
MOUNTAIN STATES TEL & TEL	300	6.000	08-01-07	300,000	207,750	6.000
MOUNTAIN STATES TEL & TEL	160	6.000	08-01-07	154,488	110,800	6.309
MOUNTAIN STATES TEL & TEL	200	6.000	08-01-07	200,000	139,500	5.950
MOUNTAIN STATES TEL & TEL	500	8.700	09-01-81	500,000	492,700	8.700

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,155	467,100	8.710
NEW ENGLAND TEL & TEL	100	4.625	04-01-99	101,758	60,500	4.465
NEW ENGLAND TEL & TEL	200	6.125	10-01-06	201,465	140,660	6.057
NEW ENGLAND TEL & TEL	350	6.125	10-01-06	350,000	246,155	6.125
NEW ENGLAND TEL & TEL	950	6.125	10-01-06	720,278	668,135	8.503
NEW JERSEY BELL TELEPHONE CO	150	5.875	12-01-06	151,507	104,250	5.782
NEW JERSEY BELL TELEPHONE CO	300	6.625	04-01-08	301,175	227,640	6.533
NEW JERSEY BELL TELEPHONE CO	1,040	7.250	04-01-11	1,018,811	849,888	7.447
NEW YORK STATE ELECTRIC & GAS CORP	100	5.625	01-01-97	86,043	67,630	7.350
NEW YORK TELEPHONE CO	800	4.500	03-15-91	670,967	545,920	6.951
NEW YORK TELEPHONE CO	176	4.500	03-15-91	158,976	120,102	5.961
NEW YORK TELEPHONE CO	69	4.125	07-01-93	59,351	43,215	5.975
NEW YORK TELEPHONE CO	100	4.625	10-01-97	87,791	62,500	5.996
NEW YORK TELEPHONE CO	150	4.625	10-01-97	151,720	93,750	4.513
NEW YORK TELEPHONE CO	65	4.625	01-01-02	65,830	38,675	4.521
NEW YORK TELEPHONE CO	470	4.625	01-01-04	475,715	270,062	4.528
NEW YORK TELEPHONE CO	450	4.675	01-01-06	453,292	26,815	4.817
NEW YORK TELEPHONE CO	171	4.375	01-01-06	150,536	101,010	5.983
NEW YORK TELEPHONE CO	250	7.500	03-01-09	253,163	208,475	7.374
NEW YORK TELEPHONE CO	300	8.000	07-15-08	312,747	266,730	7.572
NORTH ELECTRIC CO PP	450	8.625	09-01-96	450,000	397,935	8.625
NORTHERN ILLINOIS GAS CO	200	7.625	07-01-97	200,393	168,260	7.599
NORTHERN INDIANA PUBLIC SERVICE	150	4.625	05-15-95	151,833	92,835	4.496
NORTHERN STATES POWER	250	4.500	08-01-94	251,776	153,450	4.422
NORTHWESTERN BELL TELEPHONE	150	4.375	05-01-89	136,366	106,125	5.965
NORTHWESTERN BELL TELEPHONE	175	4.375	03-01-03	177,123	99,313	4.282
NORTHWESTERN BELL TELEPHONE	500	6.250	01-01-07	498,094	362,750	6.284
NORTHWESTERN BELL TELEPHONE	200	7.000	01-01-09	159,814	157,250	7.003
NORTHWESTERN BELL TELEPHONE	150	7.000	01-01-09	150,000	117,945	7.000
NORTHWESTERN BELL TELEPHONE	300	7.675	01-01-11	312,218	260,700	7.479
OHIO BELL TELEPHONE CO	150	5.000	02-01-06	151,100	91,875	4.941
OHIO BELL TELEPHONE CO	50	5.000	02-01-06	50,367	30,625	4.941
OHIO BELL TELEPHONE CO	175	5.375	03-01-07	175,000	113,313	5.375
OHIO BELL TELEPHONE CO	150	5.375	03-01-07	150,000	97,125	5.375
OHIO BELL TELEPHONE CO	395	6.750	07-01-08	396,550	302,659	6.713
OHIO BELL TELEPHONE CO	100	8.750	01-01-10	100,197	93,130	8.726
OHIO Edison CO	50	4.500	04-01-89	50,300	34,065	4.394
OHIO Edison CO	300	8.250	09-01-99	304,291	257,250	8.069
OHIO Edison CO	250	9.250	03-01-00	250,459	233,125	9.225
PACIFIC GAS & ELECTRIC	500	9.625	11-01-08	500,000	489,000	9.625
PACIFIC GAS & ELECTRIC	100	5.500	06-01-99	83,109	66,250	7.201
PACIFIC GAS & ELECTRIC	380	8.000	01-01-03	397,440	340,158	7.488
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,751	503,750	10.149
PACIFIC NORTHWEST BELL TELEPHONE	140	4.500	11-01-94	123,354	89,702	5.992
PACIFIC NORTHWEST BELL TELEPHONE	281	4.500	12-01-00	281,000	165,453	4.500
PACIFIC NORTHWEST BELL TELEPHONE	150	6.750	12-01-07	155,275	111,375	6.415
PACIFIC NORTHWEST BELL TELEPHONE	110	6.750	12-01-07	111,168	83,075	6.646
PACIFIC NORTHWEST BELL TELEPHONE	500	6.750	12-01-07	376,833	381,250	9.655

PUBLIC EMPLOYEES' RETIREMENT FUND

SOCIETY	PAR VALUE (000)	INITIAL RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PACIFIC NORTHWEST BELL TELEPHONE	250	6.750	12-01-07	254,515	190,625	6.575
PACIFIC NORTHWEST BELL TELEPHONE	200	7.750	08-01-09	200,000	170,920	7.750
PACIFIC NORTHWEST BELL TELEPHONE	300	7.750	09-01-09	294,593	250,327	7.937
PACIFIC NORTHWEST BELL TELEPHONE	100	8.625	10-01-10	99,108	94,160	8.726
PACIFIC NORTHWEST BELL TELEPHONE	300	8.625	10-01-10	314,536	271,306	8.113
PACIFIC TEL & TEL	100	5.125	08-01-80	100,034	85,654	4.743
PACIFIC TEL & TEL	100	5.125	08-01-80	100,038	93,630	4.699
PACIFIC TEL & TEL	73	3.125	09-15-83	69,639	57,460	4.340
PACIFIC TEL & TEL	100	4.375	09-15-88	91,553	76,130	5.962
PACIFIC TEL & TEL	50	4.625	05-01-00	50,000	26,310	4.617
PACIFIC TEL & TEL	80	4.625	05-01-00	80,000	45,344	4.625
PACIFIC TEL & TEL	200	6.000	11-01-02	202,335	136,100	5.889
PACIFIC TEL & TEL	300	6.000	11-01-02	229,123	201,150	8.711
PACIFIC TEL & TEL	1,000	6.000	11-01-02	895,207	580,500	7.098
PACIFIC TEL & TEL	175	6.000	11-01-02	175,931	119,088	5.949
PACIFIC TEL & TEL	300	8.750	10-01-06	299,706	271,980	8.761
PACIFIC TEL & TEL	300	7.800	03-01-07	307,707	245,650	7.534
PACIFIC TEL & TEL	360	7.800	03-01-07	360,000	295,501	7.800
PACIFIC TEL & TEL	200	9.500	05-15-11	190,432	193,580	10.070
PACIFIC TEL & TEL	1,000	9.875	02-15-16	1,000,000	1,001,260	9.875
PENNSYLVANIA ELECTRIC CO	200	4.625	10-01-94	202,451	165,100	4.492
PHILADELPHIA ELECTRIC CO	10	3.125	01-01-85	9,436	7,153	4.353
PHILADELPHIA ELECTRIC CO	16	3.125	04-01-85	15,118	11,421	4.227
PHILADELPHIA ELECTRIC CO	175	4.500	03-01-94	175,816	105,228	4.449
PHILADELPHIA ELECTRIC CO	250	6.125	10-01-97	250,511	174,575	6.102
PHILADELPHIA ELECTRIC CO	50	6.125	10-01-97	49,036	31,875	6.341
PONCAKE NELSON CO	100	4.625	03-01-01	100,004	60,700	4.551
Potomac Electric Power Co	200	4.500	05-15-99	118,068	115,700	9.150
Potomac Electric Power Co	300	4.375	02-15-98	301,453	173,200	4.313
Potomac Electric Power Co	200	7.750	10-01-07	200,402	161,900	7.729
PUBLIC SERVICE CO COLORADO	100	4.625	05-01-99	101,282	70,750	4.431
PUBLIC SERVICE CO COLORADO	100	4.500	10-01-91	100,489	66,380	4.436
PUBLIC SERVICE CO OF NEW MEXICO	200	7.500	06-15-02	198,186	169,200	7.600
ROCHESTER GAS & ELECTRIC CO	100	4.615	09-15-94	101,221	61,750	4.481
ROCHESTER GAS & ELECTRIC CO	100	4.625	09-15-94	101,302	61,750	4.492
ROCHESTER GAS & ELECTRIC CO	500	10.125	01-01-09	495,028	510,000	10.231
SOUTH CAROLINA ELECTRIC & GAS	200	8.500	11-01-01	200,818	136,240	8.450
SOUTH CENTRAL BELL TELEPHONE	500	8.250	13-01-17	497,266	451,450	8.300
Southern Bell Tel & Tel Co	53	4.000	10-01-83	49,991	43,946	6.052
Southern Bell Tel & Tel Co	100	4.625	12-01-93	101,618	66,500	4.435
Southern Bell Tel & Tel Co	100	4.625	12-01-93	101,618	66,500	4.409
Southern Bell Tel & Tel Co	100	4.625	12-01-93	70,569	66,500	8.312
Southern Bell Tel & Tel Co	105	5.000	12-01-97	107,632	69,000	4.735
Southern Bell Tel & Tel Co	100	4.375	03-01-98	97,565	60,250	4.590
Southern Bell Tel & Tel Co	300	4.750	00-01-00	290,129	101,620	6.906
Southern Bell Tel & Tel Co	50	4.750	00-01-00	50,391	30,270	4.674
Southern Bell Tel & Tel Co	50	4.750	00-01-00	50,530	30,270	4.646
Southern Bell Tel & Tel Co	70	4.375	00-01-03	69,762	39,550	4.402

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SOUTHERN BELL TEL & TEL CO	130	4.375	08-01-03	130,206	73,450	4.311
SOUTHERN BELL TEL & TEL CO	300	8.000	07-01-99	302,070	268,590	7.507
SOUTHERN BELL TEL & TEL CO	1,500	8.250	01-15-16	1,493,096	1,354,800	8.290
SOUTHERN CALIFORNIA EDISON CO	200	4.375	05-15-88	200,769	141,500	4.316
SOUTHERN CALIFORNIA EDISON CO	200	4.375	03-01-89	199,371	138,260	4.424
SOUTHERN CALIFORNIA EDISON CO	250	6.125	08-15-91	233,359	192,200	7.133
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,586	498,100	9.700
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,585	498,100	9.700
SOUTHERN CALIFORNIA GAS CO	200	4.375	07-01-88	200,680	140,760	4.318
SOUTHERN CALIFORNIA GAS CO	200	5.875	12-01-91	181,615	150,000	7.264
SOUTHERN CALIFORNIA GAS CO	200	7.625	09-01-97	200,718	165,000	7.579
SOUTHERN CALIFORNIA GAS CO	300	7.625	09-01-97	300,538	247,500	7.602
SOUTHERN CALIFORNIA GAS CO	500	8.500	10-01-97	495,997	456,900	8.593
SOUTHERN CALIFORNIA GAS CO	1,000	8.500	10-01-97	991,995	913,800	8.593
SOUTHERN NEW ENGLAND TELEPHONE	100	7.750	06-01-04	100,000	84,250	7.750
SOUTHWESTERN BELL TELEPHONE	135	4.500	08-01-97	137,266	82,067	4.343
SOUTHWESTERN BELL TELEPHONE	245	6.750	06-01-08	248,361	187,915	6.623
SOUTHWESTERN BELL TELEPHONE	10	6.750	06-01-08	10,137	7,670	6.623
SOUTHWESTERN BELL TELEPHONE	100	6.750	06-01-08	103,225	76,700	6.458
SOUTHWESTERN BELL TELEPHONE	410	6.750	06-01-08	419,608	314,470	6.535
SOUTHWESTERN BELL TELEPHONE	240	6.750	06-01-08	243,283	181,080	6.623
SOUTHWESTERN BELL TELEPHONE	100	8.250	04-01-17	95,862	90,280	8.632
SOUTHWESTERN ELECTRIC POWER	300	4.375	04-01-93	300,458	191,250	4.355
SOUTHWESTERN PUBLIC SERVICE	30	4.500	02-01-94	30,000	18,900	4.500
SOUTHWESTERN PUBLIC SERVICE	70	4.500	04-01-94	70,285	44,100	4.455
SOUTHWESTERN PUBLIC SERVICE	500	8.750	03-01-08	500,000	466,250	8.150
TEXAS ELECTRIC SERVICE CO	300	4.375	01-01-93	301,600	192,750	4.311
TEXAS ELECTRIC SERVICE CO	200	4.500	02-01-95	200,955	126,200	4.453
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
TEXAS POWER & LIGHT	100	8.875	09-01-00	101,746	95,650	8.648
TUSCON GAS & ELECTRIC CO PP	250	4.550	02-01-95	250,000	142,825	4.550
UNION ELECTRIC CO	100	4.500	11-01-93	100,507	60,750	4.440
UNITED ILLUMINATING DEBS	500	8.250	12-15-03	500,000	470,500	8.250
UNITED ILLINOIS MOUNTAIN TELEPHONE PP	440	11.000	10-01-99	440,000	477,782	11.000
UNITED TEL OF CAROLINAS PP	470	7.875	10-01-02	470,000	378,585	7.875
UNITED TEL OF CAROLINAS PP	435	9.875	10-01-00	485,000	477,434	9.875
UNITED TELEPHONE OF MISSOURI PP	470	7.875	06-01-03	470,000	377,974	7.875
UNITED TELEPHONE OF NORTHWEST PP	500	10.750	09-01-99	500,000	521,000	10.750
UTAH POWER & LIGHT CO	300	7.500	05-01-02	300,000	213,000	7.500
UTAH POWER & LIGHT CO	500	10.250	11-01-05	502,200	515,900	10.195
UTAH POWER & LIGHT CO	2,000	9.125	05-01-08	2,000,000	1,900,000	9.125
VIRGINIA ELECTRIC & POWER	100	4.500	12-01-93	100,505	61,350	4.432
VIRGINIA ELECTRIC & POWER	500	8.625	05-01-07	496,534	451,950	8.600
VIRGINIA ELECTRIC & POWER	500	9.625	07-01-08	500,000	181,630	9.605
WASHINGTON WATER POWER CO	200	4.625	09-01-94	200,000	134,260	4.625
WASHINGTON WATER POWER CO	49	4.625	03-01-89	49,620	31,976	4.436
WASHINGTON PUBLIC SERVICE CORP	300	4.500	06-01-94	300,862	155,010	4.469

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SUBCLASS TOTAL	79,678			78,443,933	65,476,354	
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	463,750	9.000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	953,900	9.625
CANADIAN RAIL RAILWAY CO PP	500	9.000	07-01-91	500,000	465,500	9.000
CANADIAN RAIL RAILWAY CO PP	1,000	9.250	03-15-98	1,000,000	921,100	9.250
CANADIAN PACIFIC EQUIPMENT TRUST PP	400	10.125	07-02-90	400,000	400,640	10.125
HYDRO QUEBEC	500	10.000	11-15-05	500,000	493,375	10.000
MANITOBA HYDRO-ELECTRIC BOARD	400	9.250	06-15-04	399,167	382,480	9.270
ONTARIO HYDRO ELECTRIC BOARD	100	9.250	06-15-04	99,792	95,690	9.270
ONTARIO HYDRO ELECTRIC BOARD	500	9.375	12-01-04	484,101	481,890	9.763
PRINCE GEORGE TRAILER AUTHORITY OF BC	980	8.875	05-01-01	980,000	912,013	8.875
METROPOLITAN ELECTRIC AUTHORITY OF BC	500	8.200	10-15-86	500,000	460,000	8.200
METROPOLITAN ELECTRIC AUTHORITY OF BC	200	8.200	10-15-86	200,000	184,000	8.200
METROPOLITAN ELECTRIC AUTHORITY OF BC	200	8.200	10-15-86	200,000	184,000	8.200
NEWA SCOTIA POWER CORP	500	10.500	09-15-00	500,000	512,500	10.500
QUEBEC HYDRO ELECTRIC CO	1,000	9.500	03-15-96	1,000,000	944,100	9.500
QUEBEC HYDRO ELECTRIC CO	600	8.500	03-01-03	597,590	515,230	8.500
QUEBEC HYDRO ELECTRIC CO	500	8.500	03-01-03	491,459	429,400	8.700
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-04	497,958	425,000	8.250
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-04	497,938	415,000	8.294
QUEBEC HYDRO ELECTRIC CO	500	10.700	08-01-99	500,000	520,000	10.700
SUBCLASS TOTAL	12,380			12,346,925	11,551,733	
CONVERTIBLE BONDS						
CITICORP CV	100	5.750	06-30-00	100,000	76,000	5.750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	89,000	6.250
HERCULES CV	200	6.500	06-30-99	200,000	161,200	6.500
INDUSTRIAL TRIMMENT CORP CV	55	5.000	12-15-93	55,000	39,300	5.000
JP MORGAN & CO CV	50	4.750	11-01-98	50,000	36,000	4.750
JP MORGAN & CO CV	100	4.750	11-01-98	100,000	72,000	4.750
WEST BATH PEPPERELL INC CV	150	7.750	10-15-00	150,000	142,500	7.750
WEST BATH PEPPERELL INC CV	100	7.750	10-15-00	100,000	97,000	7.750
SUBCLASS TOTAL	855			855,000	711,080	
SECURITY TOTAL	148,991			147,608,623	129,577,968	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTL REST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US INDUST. COMMERCIAL PAPER						
GENERAL MOTORS ACCEPTANCE CORP CP	1,500	9.375	07-06-79	1,492,952	1,497,171	9.950
SUBCLASS TOTAL	1,500			1,492,952	1,497,171	
US REPURCHASE AGREEMENTS						
REPO WELLS FARGO BANK SF	3,000	9.750	07-05-79	3,000,000	3,000,000	9.750
SUBCLASS TOTAL	3,000			3,000,000	3,000,000	
SECURITY TOTAL	4,500			4,492,952	4,497,171	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
SUBCLASS TOTAL	500			485,061	456,900	
SECURITY TOTAL	500			485,061	456,900	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FARMERS HOME ADMINISTRATION NOTES PP	202	8.750	12-26-94	281,554	272,319	8.750
FARMERS HOME ADMINISTRATION NOTES PP	70	8.750	12-09-94	69,941	67,646	8.750
FARMERS HOME ADMINISTRATION NOTES PP	656	8.750	05-04-95	655,962	634,119	8.750
MARTIN LUTHER TOWER INC	56	5.150	05-01-06	52,334	33,729	5.717
FEDERAL HOME LOAN BANKS	500	7.650	05-26-87	500,000	462,500	7.650
FEDERAL HOME LOAN PORTAGE CORP	463	8.200	09-15-07	460,312	422,031	8.243
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	3.550	09-12-88	998,125	965,000	8.580
GLOBAL MARINE DEEPWATER DRILLING CO	500	8.500	03-01-98	500,000	474,050	8.500
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	450,000	8.125
MUTUAL MORTGAGE GEN INSURANCE FUND	130	4.125	12-01-85	126,491	99,580	4.695
NORTHEAST SHIPPING CORP CO PP	962	3.350	07-01-96	962,000	896,295	8.360
PATRIOT V SHIPPING CORP CO	1,000	8.100	04-12-04	1,000,000	910,200	8.100
SEA TRAIN STUDVESANT NG CO SHIP BONDS	483	7.950	09-30-97	183,482	432,330	7.950
US CO SHIP FINANCING BONDS LNG ARIES	500	8.200	12-13-02	500,000	460,250	8.200
WALNUT CREEK MANOR PP	1,000	9.250	07-03-99	1,000,000	1,000,000	9.250

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
WHITNEY STEAMSHIP US GG PP	475	9.300	04-29-00	475,192	477,235	9.300
SUBCLASS TOTAL	8,577		8,565,393	8,057,284		
SECURITY TOTAL	8,577		8,565,393	8,057,284		
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
ESC BUILDING REVENUE BOND	561	8.000	06-01-86	560,957	532,460	8.000
FSC BUILDING REVENUE BOND	352	8.000	06-01-83	351,695	330,382	8.000
SUBCLASS TOTAL	913		912,652	862,842		
SECURITY TOTAL	913		912,652	862,842		
OTHER HOLDINGS						
MORTGAGES						
BUILDINGS AND LAND	37,701	.000	00-00-00	37,701,088	37,701,088	
COMMON STOCK	142	.000	00-00-00	141,613	141,613	
	15,115	.000	00-00-00	15,114,507	17,559,282	
SUBCLASS TOTAL	52,958		52,957,208	55,401,983		
SECURITY TOTAL	52,958		52,957,208	55,401,983		
FUND TOTAL	216,439		215,021,889	198,851,140		

COMMON STOCK PORTFOLIO

06-30-79

	NO. OF SHARES	COST	MARKET VALUE 6-30-79	ANNUAL DIVIDEND per share	% YIELD
BANKING					
Citicorp	24,000	\$ 633,576	\$ 603,000	\$ 1.30	4.92
MFERS, Hanover	19,000	683,297	674,500	2.28	6.34
N. W. Bancorporation	20,000	428,370	512,500	1.32	6.16
Wells Fargo	24,000	471,601	708,000	1.72	8.75
CHEMICAL					
American Cyanamid	16,000	329,192	416,000	1.60	7.78
Dow Chemical	14,000	458,877	362,250	1.40	4.27
Hercules	22,000	505,682	420,750	1.10	4.79
Monsanto	11,000	603,461	551,375	3.40	6.20
Union Carbide	12,000	653,488	444,000	2.80	5.14
CONSUMER GOODS					
Avon	2,000	95,136	94,500	2.80	5.89
General Mills	20,000	502,747	500,000	1.16	4.62
Pepsico	24,000	605,188	609,000	1.14	4.52
Pillsbury	10,000	350,431	362,500	1.52	4.34
R. J. Reynolds	11,000	655,307	627,000	3.80	6.38
DRUGS					
Abbott Labs	32,000	425,153	1,092,000	1.00	7.53
American Home Products	16,000	430,279	434,000	1.50	5.58
Bristol Myers	12,000	261,585	387,000	1.44	6.61
Merck	8,000	443,848	540,000	1.90	3.43
Smith Kline	8,000	98,772	364,000	1.20	9.72
ELECTRONICS					
R. C. A. Corporation	24,000	450,620	606,000	1.60	8.52
INSURANCE & FINANCE					
Farmers Group	18,000	377,500	441,000	.84	4.01
Household Finance	28,000	517,151	567,000	1.45	7.85
N. L. T.	22,000	506,736	789,250	1.12	4.86
Provident Life & Acc.	5,000	187,250	237,500	1.48	3.95
St. Paul Companies	20,000	594,375	770,000	1.80	6.06
U. S. Fidelity & Guaranty	20,000	630,532	717,500	2.40	7.61
OFFICE EQUIPMENT					
I. B. M.	14,000	820,651	1,027,250	3.44	5.87
N. C. R.	9,000	472,409	598,500	1.60	3.05
Xerox	9,000	500,144	545,625	2.40	4.32

COMMON STOCK PORTFOLIO

06-30-79

25

	NO. OF SHARES	COST	MARKET VALUE 6-30-79	ANNUAL DIVIDEND per share	% YIELD
PAPER & FOREST PRODUCTS					
Champion International	22,000	496,279	536,250	1.24	5.50
Georgia Pacific	26,349	552,329	687,592	1.10	5.05
International Paper	14,000	590,968	624,750	2.20	5.21
PETROLEUM & GAS					
Arkansas Louisiana	22,000	392,552	852,500	2.20	12.33
Atlantic Richfield	10,000	439,072	675,000	2.80	6.38
Exxon	11,000	497,450	592,625	3.60	7.96
Kerr McGee	12,000	588,158	658,500	1.55	3.16
Mobil Oil	20,000	504,867	785,000	2.40	9.51
Panhandle Eastern Pipeline	13,000	561,150	648,375	3.10	7.18
Phillips Petroleum	22,000	516,188	841,500	1.40	5.97
Standard Oil of CA	15,000	633,086	727,500	2.80	6.63
Standard Oil of IN	10,000	476,764	647,500	3.00	6.29
Union Oil of CA	26,000	508,019	1,004,250	1.30	6.65
RETAIL					
Dayton Hudson	6,000	211,801	238,500	1.60	4.53
May Department Stores	20,000	546,984	542,500	1.40	5.12
Safeway Stores	14,000	524,052	518,000	2.60	6.95
STEEL					
Republic Steel	20,000	604,670	537,500	1.80	5.95
U. S. Steel	16,000	605,371	346,000	1.60	4.23
TIRE & RUBBER					
Goodyear	35,000	587,207	555,625	1.30	7.75
UTILITIES					
Arizona Public Service	34,000	596,501	667,250	1.88	10.71
Florida Power & Light	20,000	525,836	557,500	2.40	9.13
Montana Power	27,000	670,825	621,000	2.04	8.21
Texas Utilities	28,000	551,252	539,000	1.64	8.33
TELEPHONE					
American Tel. & Tel.	8,000	375,611	463,000	5.00	10.65
Central Telephone	24,000	481,956	624,000	1.84	9.16
Communications Satellite	15,000	542,778	680,625	2.30	6.36
General Tel. & Elec.	26,000	741,148	702,000	2.48	8.70
MISCELLANEOUS					
C. R. S.	12,000	608,390	603,000	2.60	5.12
Commerce Clearing House	7,000	104,812	165,375	.88	5.86
Dresser Industries	11,000	436,928	499,125	1.00	2.52
Johns Manville	22,000	655,061	541,750	1.92	6.45
Owens Illinois	22,000	383,784	433,500	1.26	7.22
TOTAL	1,063,349	\$30,206,346	\$35,118,592		Avg. 6.41

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ALLIED CHEMICAL CORP	500	9.000	04-01-00	496,891	486,200	9.076
ALUMINUM CO OF AMERICA	100	7.450	11-15-96	89,428	86,430	7.460
AMERICAN HOSPITAL SUPPLY CORP	500	7.875	08-15-07	498,593	445,000	7.900
ARABIAN CO DEBS	100	6.625	11-15-93	98,770	81,390	6.790
ARABIAN CO DEBS	250	6.625	11-15-93	234,391	203,475	7.510
ARMSTRONG CORP CO	250	8.000	05-15-90	250,000	226,575	8.000
ATLANTIC RICHFIELD	300	8.625	01-01-00	300,000	285,000	8.635
BENDIX CORP	100	6.625	12-01-92	95,609	83,400	7.263
BETHLEHEM STEEL	250	6.625	12-01-92	214,351	208,500	6.630
BORG WARMER CORP	500	8.450	03-01-05	500,000	445,400	8.450
CITICORP SERVICE CO	100	5.500	03-01-92	76,573	74,700	8.656
CITICORP SERVICE CO	525	6.625	08-01-99	463,424	404,093	8.045
CONFIDENTIAL OIL CO	250	6.625	03-01-99	234,818	192,425	7.330
CONFIDENTIAL OIL CO	500	8.875	06-01-01	498,904	485,600	8.900
DAYTON HUDSON CORP	104	9.750	06-01-95	104,000	105,102	9.750
DUPONT DEBS	500	8.500	05-01-06	500,000	475,600	8.500
FOOD MARKER INC PP	183	8.750	11-01-89	183,332	174,367	8.750
GENERAL MILLS INC	176	8.875	10-15-95	176,000	171,178	8.875
GENERAL MILLS INC	500	9.375	03-01-09	495,288	502,500	9.409
GULF OIL CORP	400	5.350	06-15-01	329,218	303,320	7.886
GULF OIL CORP	50	6.625	06-15-93	50,000	41,355	6.625
HALLIBURTON CO	500	9.250	04-01-00	497,923	503,700	9.302
HONEYWELL INC	100	6.100	03-01-92	100,000	82,250	6.100
HOOVER CHEMICAL CORP PP	478	10.500	06-29-96	478,380	505,839	10.500
HOOVER CHEMICAL CORP PP	22	10.500	06-29-96	22,332	23,614	10.500
INGERSOLL RAND CO	500	8.750	03-01-85	499,125	485,550	8.750
INLAND STEEL	500	9.500	09-01-00	497,881	497,600	9.500
INLAND STEEL	500	7.900	01-15-07	500,000	430,800	7.900
INTERNATIONAL HARVESTER	100	6.250	03-01-98	100,000	75,380	6.250
INTERNATIONAL PAPER CO	500	8.850	12-15-00	500,000	484,400	8.850
KENNECOTT COPPER CORP	300	7.875	05-01-01	293,441	243,700	8.144
KRAFT INC	500	7.600	01-15-07	500,000	435,850	7.600
MARATHON OIL CO	250	8.500	02-01-00	249,568	232,850	8.523
MARATHON OIL CO NOTES	250	7.650	11-01-83	250,000	235,075	7.650
MARATHON OIL CO NOTES	100	7.650	11-01-83	100,000	94,000	7.650
MAY DEPT STORES	351	9.000	11-15-89	351,000	327,303	9.000
JR MCDERMOTT & CO	500	9.625	03-15-04	498,763	485,000	9.651
IL INDUSTRIES	250	7.500	12-15-95	224,546	216,200	8.703
NATION/L STEEL CORP	300	8.375	08-01-06	300,000	266,010	8.375
OUTBOARD MARINE CORP	100	7.750	02-01-96	99,668	87,250	7.750
OWENS ILLINOIS	500	7.625	01-01-01	445,217	431,400	8.790
OWENS ILLINOIS	500	7.625	01-01-01	453,751	431,400	8.610
PACKAGING CORP OF AMERICA	105	4.375	10-01-97	105,000	73,637	4.375
JO PENSEY CO	250	9.000	03-15-99	250,000	243,275	9.000
PET INC	50	8.000	03-01-91	50,000	45,110	8.000
PHILIP MORRIS	100	6.625	10-15-93	98,811	82,270	6.951
PHILIP MORRIS PP	250	8.875	06-01-04	248,702	241,250	8.935
PHILIP MORRIS PP	1,000	8.875	11-30-98	1,000,000	936,600	8.875

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
PHILLIPS PETROLIUM	200	7.625	03-15-01	199,273	176,500	7.668
PULLERBY CO	218	8.750	11-01-95	218,000	204,920	8.750
ROY CORPORATION	600	10.200	06-15-92	600,000	621,750	10.200
TEACHER PROPERTIES INC PP	250	8.250	11-01-99	250,000	220,000	8.250
RJ REYNOLDS TOBACCO	500	8.000	01-15-07	500,000	452,500	8.000
RJ REYNOLDS TOBACCO CO	50	7.875	09-01-94	49,924	45,770	7.898
J SCHLITZ BREWERY CO	650	7.200	01-15-96	630,483	550,290	7.603
SLACK FERTILIZER & CO	220	8.625	10-01-95	188,772	192,240	9.300
SEARS ROEBUCK & CO	241	8.625	10-01-95	240,209	231,649	8.625
SEARS ROEBUCK & CO	500	8.000	04-01-06	498,882	450,000	8.625
SHELL OIL CO	150	5.300	03-15-92	127,511	111,155	7.750
SHELL OIL CO	200	5.300	03-15-92	199,746	119,540	5.311
SHELL OIL CO	500	8.750	05-15-05	496,762	485,000	8.821
SHELL OIL	500	8.000	01-15-07	500,000	455,000	8.000
SHELL OIL BT ALASKA PP	486	8.400	05-14-01	486,386	447,864	8.400
SHELL OIL BT ATLANTIC PP	500	9.300	03-07-02	500,000	497,530	9.300
WILL INTERNATIONAL	500	9.850	01-01-04	500,000	512,500	9.850
STANDARD OIL OF CALIFORNIA	500	7.000	03-01-03	430,822	420,650	8.071
STANDARD OIL OF CALIFORNIA PP	333	7.500	01-01-03	333,335	281,068	7.500
STANDARD OIL OF CALIFORNIA PP	950	8.500	07-01-09	950,000	811,505	8.500
STANDARD OIL OF CALIFORNIA	250	6.500	07-15-03	250,000	197,325	6.500
STANDARD OIL CO OHIO	250	8.500	01-01-00	249,566	231,825	8.523
STANDARD OIL CO OHIO	250	8.125	06-01-96	248,305	228,125	8.220
SYSTEMS BUILDING CORP PP	621	8.000	07-01-97	620,759	536,398	8.000
TELECO INC	438	8.250	10-01-91	489,498	455,938	8.193
TEXACO INC	500	8.500	01-01-06	496,656	469,350	8.569
TEXACO INC	500	8.500	04-01-06	496,656	469,350	8.569
TEXACO INC	200	7.500	07-15-97	200,000	170,260	7.500
TEXACO EQUIPMENT CORP	170	8.500	01-01-85	169,618	162,121	8.500
UNION OIL CO OF CALIFORNIA	150	6.625	06-01-98	148,772	119,595	6.721
UNION OIL CO OF CALIFORNIA	900	8.625	03-01-06	893,996	850,500	8.691
UNION OIL CO OF CALIFORNIA	100	8.625	03-01-06	99,333	91,500	8.691
UNION OIL CO OF CALIFORNIA PP	500	7.500	01-01-93	500,000	417,400	7.500
US INDUSTRIES	150	7.750	06-01-97	150,000	125,500	7.750
US SODA CORP	150	7.750	06-01-97	200,000	167,140	7.750
US SODA CORP	150	7.125	02-15-94	149,231	125,415	7.201
US SODA CORP	200	7.750	03-01-01	200,000	175,800	7.750
WESTERN AUTO SUPPLY CO	300	7.650	01-15-96	260,728	260,250	9.700
WESTERN AUTO SUPPLY CO	450	7.850	01-15-96	447,748	390,375	7.919
WESTERN ELECTRIC	450	7.500	05-15-96	450,000	395,370	7.500
WESTERN ELECTRIC CORP	89	8.625	09-01-95	88,856	82,610	8.619
WESTERN ELECTRIC CORP	125	7.250	03-01-93	125,000	79,225	7.250
YOUNG & RUBICAM	746	4.600	07-01-00	579,733	411,091	7.521
SUBTOTAL				30,025,258	27,722,300	
TOTAL				30,761		

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	NATURITY DATE	COST	MARKET VALUE	YIELD
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.450
CARLISLE GENERAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.450
CARLISLE AMERICA CORP	200	8.350	05-15-07	200,000	181,100	8.550
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,831	444,300	8.649
BERKSHIRE HATHAWAY INC PP	471	8.000	03-01-93	471,000	414,197	8.000
CHEMICAL NEW YORK CORP	400	8.250	08-01-02	398,039	355,160	8.300
CHEMICAL NEW YORK CORP	500	8.250	08-01-02	497,549	443,950	8.300
CITICORP COLES	500	8.125	07-01-07	495,331	437,350	8.215
DIAMOND BANKSHARES	200	7.750	11-15-36	200,000	165,760	7.750
FIRST SECURITY CORP	500	7.000	10-01-79	500,000	496,250	7.000
FIRST SECURITY CORP PP	500	8.500	10-01-97	500,000	449,000	8.500
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	473,750	7.400
MANUFACTURERS HANOVER CORP	500	8.125	06-15-07	497,067	437,200	8.180
MILT CORP NOTES	500	8.800	05-01-85	500,000	481,250	8.800
MORTGAGE BANK CORPORATION	500	7.750	03-15-03	500,000	422,050	7.750
SAFECO CORP	500	7.600	12-15-86	500,000	445,000	7.600
SURCLASS TOTAL				8,248,093	7,539,927	
OTHER FINANCIAL						
ASSOCIATES INVESTMENT CO	300	7.375	12-01-88	298,893	246,750	7.451
AVCO FINANCIAL SERVICES	250	7.875	05-01-92	248,389	216,850	7.976
AVCO FINANCIAL SERVICES	500	7.625	12-01-97	500,000	412,400	7.625
BENEFICIAL CORP	500	8.350	06-01-03	500,000	450,100	8.350
BENEFICIAL CORP	500	8.350	02-15-88	500,000	469,350	8.350
BENEFICIAL FINANCE CO	50	5.000	11-01-90	40,977	35,260	8.350
CIT FINANCIAL CORP	150	6.375	10-01-86	143,231	127,545	7.395
CIT FINANCIAL CORP	150	4.625	05-01-89	119,244	106,485	8.517
CIT FINANCIAL CORP	250	8.500	12-15-95	249,176	207,500	8.519
CHAPMAN TRADING CO INC PP	500	9.250	07-15-96	500,000	487,450	9.250
CHANNING HOUSE	70	5.000	05-01-04	71,437	41,230	4.861
CHRYSLER FINANCIAL CORP	100	7.700	03-01-92	98,085	68,000	7.877
CLARE EQUIPMENT CREDIT CORP	300	7.850	12-15-91	300,000	258,420	7.850
COMMERCIAL CREDIT CORP	600	4.375	04-01-81	580,930	519,480	7.035
COMMERCIAL CREDIT CORP	500	7.750	02-15-92	496,844	404,950	7.851
FORD MOTOR CREDIT NOTES	500	6.375	05-01-84	498,791	481,250	8.430
GENERAL ACCEPTANCE CORP	100	4.625	06-15-86	151,193	140,720	8.950
GENERAL ACCEPTANCE CORP	200	8.000	01-15-02	300,000	265,200	8.000
GENERAL ACCEPTANCE CORP	500	8.250	11-15-06	498,020	451,300	8.272
GENERAL ACCEPTANCE CORP	500	8.650	02-15-08	500,000	468,950	8.650
GENERAL ACCEPTANCE CORP	300	9.500	12-01-89	300,000	286,500	9.500
GENERAL ACCEPTANCE CORP	200	8.625	08-01-91	200,000	181,560	8.625
INTERNATIONAL HARVESTER CREDIT CORP	300	7.500	01-15-94	298,960	241,170	7.500

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER FINANCIAL						
INTERNATIONAL HARVESTER CREDIT CORP	200	7.500	01-15-94	199,307	160,780	7.550
INTERNATIONAL HARVESTER CREDIT CORP	100	7.500	01-15-94	99,653	80,390	7.550
INTERNATIONAL HARVESTER CREDIT CORP	300	7.500	01-15-94	298,960	211,170	7.540
NATIONAL RURAL UTILITIES	500	9.750	01-01-99	497,619	502,500	9.800
TRANSNORRUE FINANCIAL CO	500	7.875	03-15-93	497,428	431,250	7.950
TRANSNORRUE FINANCIAL CORP	300	7.875	11-01-91	298,613	262,020	7.951
TRANSNORRUE FINANCIAL CORP	200	7.875	11-01-91	199,075	174,630	7.951
SUBCLASS TOTAL	9,600			9,486,487	8,470,760	
TRANSPORTATION EXCL. RAILROADS						
CALIFORNIA AND HAWAIIAN SUGAR CO PP	426	8.250	03-24-93	426,284	379,137	8.250
EXXON PIPELINE CO NOTES	500	8.050	10-15-80	500,000	490,650	8.050
LAFORAD PIPELINE CO INC	100	7.125	01-15-93	91,543	81,930	8.503
LAFORAD PIPELINE CO INC	200	7.600	03-15-97	200,000	173,260	7.600
MICHIGAN PIPELINE PIPELINE	100	8.000	01-15-91	90,523	67,250	8.260
MICHIGAN PIPELINE PIPELINE	200	7.625	12-15-91	198,725	170,500	7.725
PLANTATION PIPELINE CO PP	319	4.500	02-01-94	261,949	190,890	7.687
PLANTATION PIPELINE CO PP	250	7.000	02-01-99	250,000	191,250	7.000
SUNCO PIPELINE CORP	250	7.500	07-01-99	250,000	216,525	7.500
SUNCO P TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	505,000	9.058
TRANS PIPELINE CO	500	9.000	11-01-90	500,000	495,000	9.000
SUBCLASS TOTAL	3,345			3,307,473	2,980,392	
RAILROADS						
ACF INDUSTRIES INC PP	13	5.625	04-15-81	13,000	12,125	5.625
ACF INDUSTRIES INC PP	40	5.500	01-15-82	40,000	35,080	5.500
AMERICAN RAIL BOX CAR CO PP	404	9.125	11-01-90	403,571	402,764	9.125
ATCHAFALAYA TOPEKA & SANTA FE RR	250	7.125	02-15-82	246,178	236,975	8.000
BURLINGTON NORTHERN	250	8.600	01-15-99	230,437	227,175	9.501
BURLINGTON NORTHERN PP	76	8.125	09-01-81	76,158	74,056	8.125
BURLINGTON NORTHERN PP	180	9.625	10-01-87	180,000	179,694	9.625
BURLINGTON NORTHERN PP	630	7.750	07-15-86	629,559	575,354	7.750
CLINCHFIELD RR TRUST	100	5.500	01-15-81	100,107	93,960	5.301
FERTILIZERS PP	20	4.650	07-15-80	20,000	19,002	4.650
FERTILIZERS PP	25	4.600	05-01-80	24,022	23,578	10.642
FERTILIZERS EXPRESS PP	67	7.000	01-15-83	66,667	60,860	7.000
FERTILIZERS EXPRESS PP	280	9.250	01-15-99	280,000	274,652	9.250
GCSX PP	157	9.750	06-15-86	156,672	156,657	9.750
GENERAL AMERICAN TRANSPORTATION	500	8.150	06-01-97	500,000	437,500	8.150
GENERAL AMERICAN TRANSPORTATION	138	9.250	09-15-85	137,072	135,928	9.250

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
ILLINOIS CENTRAL RR	25	5.250	08-01-80	24,637	23,850	7.20
LOUISVILLE & NASHVILLE RR	100	7.000	03-01-84	100,000	89,650	7.00
MISSOURI PACIFIC RR	50	8.250	10-15-80	50,000	49,000	8.25
MOBILE & OUSTERIN RAILWAY PP	100	8.875	10-01-84	100,000	97,250	8.80
HOUSTON PACIFIC RAILWAY	49	5.500	03-01-82	49,000	47,414	5.50
PORTLAND PACIFIC RAILWAY	74	6.625	02-01-84	73,919	66,000	6.60
PURE CENTRAL PP	284	10.000	11-15-85	283,543	277,875	10.00
PULLMAN TRANSPORT LEASING	200	7.750	06-15-85	200,000	190,700	7.75
ST LOUIS SAN FRANCISCO RAILWAY	49	4.250	03-15-80	48,787	47,177	4.70
ST LOUIS SAN FRANCISCO RAILWAY PP	40	5.750	03-01-82	40,000	36,258	5.75
ST LOUIS SAN FRANCISCO RAILWAY PP	60	9.500	07-15-85	60,000	59,800	9.500
ST LOUIS SAN FRANCISCO RAILWAY PP	174	9.750	07-01-85	173,735	175,705	9.750
ST LOUIS SOUTHWESTERN RY PP	500	9.000	05-01-91	500,000	483,500	9.000
SEABOARD COASTLINE RY PP	150	10.100	03-01-85	150,010	155,440	10.500
SEABOARD COASTLINE RY PP	72	6.375	06-15-82	71,886	66,114	6.35
SOUTHERN RAILWAY CO	400	7.000	11-15-91	390,493	337,500	7.700
SPokane PORTLAND & SEATTLE RY PP	85	9.000	03-01-85	84,781	84,000	9.600
UNION PACIFIC RAILWAY CO	160	7.100	12-01-82	157,625	117,750	7.750
UNION PACIFIC RAILWAY CO PP	32	7.000	12-15-83	33,333	30,520	7.250
UNION PACIFIC RAILWAY CO PP	117	10.000	07-15-85	116,667	110,500	10.500
UNION PACIFIC RAILWAY CO PP	500	8.250	04-01-89	500,000	474,000	8.750
UNION PACIFIC RAILROAD	500	7.700	01-01-91	500,000	419,000	7.700
UNION PACIFIC RAILROAD	39	9.000	11-15-89	39,000	37,943	9.300
SUBCLASS TOTAL	6,891			6,851,659	6,469,622	
UTILITIES						
ALABAMA POWER CO	500	10.500	12-01-05	500,000	436,900	10.500
AMERICAN TEL & TEL	100	7.000	02-15-01	99,459	81,880	7.000
ARKANSAS LOUISIANA GAS	500	9.100	10-01-98	500,000	470,700	9.100
BLACK HILL UTILTY GAS CO	696	4.375	05-20-88	570,468	123,300	8.250
CHESAPEAKE POWER & LIGHT CO	100	4.500	11-01-91	100,910	65,100	4.500
CENTRAL ILLINOIS LIGHT CO	500	9.250	03-01-06	190,638	47,500	9.250
CENTRAL ILLINOIS PUBLIC SERVICE	25	4.750	01-01-89	21,717	11,875	4.356
CENTRAL ILLINOIS PUBLIC SERVICE	100	5.875	05-01-97	92,701	70,500	6.750
CENTRAL ILLINOIS POWER CO	200	7.700	07-01-97	200,000	161,300	7.700
CHESAPEAKE POWER & LIGHT CO	100	5.875	05-01-04	100,707	69,510	5.750
CHESAPEAKE POWER & LIGHT CO	225	5.250	05-01-05	226,642	113,100	5.185
CHESAPEAKE POWER & LIGHT CO	120	5.625	03-01-07	120,996	79,056	9.540
CHESAPEAKE POWER & LIGHT CO	200	9.000	05-15-15	106,800	133,160	9.650
CHESAPEAKE POWER & LIGHT CO	50	7.250	05-01-97	50,000	42,700	7.250
CHESAPEAKE POWER & LIGHT CO	170	3.250	05-01-93	105,905	113,400	1.387
CHESAPEAKE POWER & LIGHT CO	1,000	9.125	05-01-93	1,000,000	911,000	9.100
CHESAPEAKE POWER & LIGHT CO	500	4.000	05-01-88	463,662	326,250	5.380
CHESAPEAKE POWER & LIGHT CO	50	4.375	10-01-92	44,601	29,815	5.900

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CONSOLIDATED EDISON CO NY	200	4.625	12-01-93	202,698	120,400	4.448
CONSOLIDATED EDISON CO NY	150	5.900	12-01-96	150,000	101,070	5.900
CONSOLIDATED EDISON CO NY	200	7.900	01-01-02	198,324	162,500	8.051
CONSOLIDATED EDISON CO NY	250	7.900	04-01-02	247,906	203,125	8.011
CONSOLIDATED EDISON CO NY	250	7.900	04-01-02	250,000	203,125	7.900
CONSOLIDATED EDISON CO NY	200	7.900	04-01-02	198,324	162,500	8.051
CONSUMERS POWER CO	500	11.375	08-01-94	500,000	529,400	11.375
DELTA POWER & LIGHT CO	200	4.250	02-01-93	184,898	127,500	5.281
DELTA POWER & LIGHT	50	4.625	10-01-94	50,472	30,500	4.507
DELTA EDISON CO	150	6.000	12-01-96	150,000	99,135	6.000
DETROIT STATE TELEPHONE CO	50	4.750	04-01-94	50,570	33,190	4.604
PUBLIC SERVICE LIGHT CO	100	5.125	02-01-96	100,633	63,500	5.048
EL PASO ELECTRIC CO	100	4.625	02-01-92	85,034	63,750	7.012
EL PASO ELECTRIC PP	1,000	9.950	05-01-94	1,000,000	990,600	9.950
EQUITABLE GAS CO	455	8.000	05-01-97	455,000	378,105	8.000
FLORIDA POWER & LIGHT	100	4.375	12-01-86	85,909	71,880	7.500
FLORIDA POWER & LIGHT	100	4.375	12-01-86	99,537	71,880	4.463
FLORIDA POWER & LIGHT	100	4.500	08-01-92	100,956	63,380	4.366
CENTRAL TELEPHONE CO OF CALIFORNIA	320	5.000	12-01-89	277,823	229,600	7.250
CENTRAL TELEPHONE CO OF CALIFORNIA	100	4.625	12-01-91	91,673	66,250	5.905
CENTRAL TELEPHONE CO OF CALIFORNIA	200	7.500	05-01-02	198,519	161,240	7.581
GEORGIA POWER CO	100	4.625	13-01-94	100,779	57,500	4.533
GEORGIA POWER CO	500	7.500	12-01-02	500,000	373,500	7.500
GULF POWER CO	100	4.625	10-01-94	101,012	62,500	4.499
HARTFORD ELECTRIC LIGHT CO	50	4.250	04-01-93	49,828	29,815	4.295
INDIANA POWER CO	65	4.500	10-01-86	60,196	45,500	5.901
INDIANA POWER CO	500	9.000	05-01-08	496,966	407,500	9.060
INDIANA BELL TELEPHONE CO	300	4.375	07-01-03	300,493	171,000	4.354
INDIANA BELL TELEPHONE CO	50	4.875	07-01-97	49,423	37,875	5.001
ILLINOIS POWER CO	50	5.850	10-01-96	44,086	36,190	7.581
INDIANA BELL TELEPHONE CO	300	4.375	06-01-03	302,658	169,750	4.293
INDIANA BELL TELEPHONE CO	50	4.750	10-01-03	50,000	29,440	4.606
LOUISIANA POWER & ELECTRIC	500	8.750	04-01-06	498,885	460,650	8.770
LOUISIANA POWER & ELECTRIC	92	8.450	03-01-91	92,000	84,100	8.450
LOUISIANA POWER & ELECTRIC	50	8.450	03-01-91	50,000	45,750	8.450
KANSAS POWER & ELECTRIC	650	5.125	01-01-96	538,243	417,625	7.537
KENTUCKY POWER CO	500	7.500	12-01-96	499,132	411,250	7.522
LONG ISLAND LIGHTING CO	500	4.550	06-01-95	500,000	283,750	4.550
MICHIGAN CONSOLIDATED GAS CO	150	6.500	06-01-92	132,123	117,000	8.600
MICHIGAN CONSOLIDATED GAS CO	300	7.625	07-01-97	300,000	252,360	7.625
MICHIGAN POWER & LIGHT	400	8.700	09-01-06	400,000	339,520	8.300
MICHIGAN POWER & LIGHT	500	8.350	09-01-07	500,000	436,250	8.350
MICHIGAN POWER & LIGHT	500	8.350	09-01-07	500,000	436,250	8.350
MICHIGAN POWER & LIGHT	250	8.875	09-01-01	253,365	222,500	8.696
MICHIGAN POWER & LIGHT	98	4.500	04-01-89	98,813	67,130	4.365
MICHIGAN POWER CO	600	7.500	04-01-01	601,523	478,500	7.466
MONTANA POWER CO	500	8.625	03-01-04	501,095	448,750	8.599
MONTANA POWER CO	500	9.875	01-01-09	496,486	443,750	9.949

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
MONTANA POWER CO	500	9.875	01-01-09	496,487	413,750	9.875
NORTHDAK STATES TEL & TEL	250	4.375	02-01-88	241,506	161,575	4.915
NORTHDAK STATES TEL & TEL	500	7.750	06-01-13	500,000	411,850	7.750
NEW JERSEY POWER CO	200	4.500	11-01-93	201,094	123,760	4.426
NEW JERSEY TEL & TEL	150	4.000	01-01-93	122,802	91,875	5.271
NEW JERSEY TEL & TEL	100	4.625	04-01-99	77,764	60,500	7.476
NEW JERSEY TEL & TEL	75	4.500	07-01-02	65,072	43,125	5.856
NEW YORK STATE ELECTRIC & GAS	200	6.250	09-01-97	191,593	141,200	6.751
NEW YORK STATE ELECTRIC CO	50	4.500	05-15-91	47,146	31,110	5.368
NEW YORK STATE ELECTRIC CO	100	4.625	10-01-97	102,788	62,500	4.325
NEW YORK STATE ELECTRIC CO	200	4.625	01-01-02	203,415	119,000	4.462
NEW YORK STATE ELECTRIC CO	100	4.875	01-01-06	100,662	61,070	4.811
NEW YORK STATE ELECTRIC CO	50	4.500	08-01-89	50,000	34,940	4.500
NEW YORK STATE ELECTRIC CO	50	4.500	04-15-93	50,486	32,375	4.375
NORTHDAK STATES PUBLIC SERVICE	250	4.375	09-01-93	243,252	197,200	4.367
NORTHDAK STATES POWER CO	150	5.000	02-01-06	150,593	91,875	4.911
OHIO ELECTRIC POWER CO	350	9.500	05-15-08	317,471	331,905	9.576
OHIO ELECTRIC CO	500	9.625	11-01-08	500,000	16,900	9.625
PACIFIC GAS & ELECTRIC CO	20	4.500	12-01-86	11,038	11,976	5.511
PACIFIC GAS & ELECTRIC CO	100	5.000	06-01-91	62,603	69,200	8.034
PACIFIC GAS & ELECTRIC CO	100	5.375	06-01-98	100,225	69,380	5.349
PACIFIC GAS & ELECTRIC CO	150	5.750	12-01-98	149,355	103,310	5.798
PACIFIC GAS & ELECTRIC CO	100	6.750	12-01-00	95,397	75,610	7.302
PACIFIC GAS & ELECTRIC CO	500	10.125	08-01-12	493,751	508,750	10.149
PACIFIC LIGHTING SERVICE	300	7.625	12-01-91	300,000	289,750	7.625
PACIFIC NORTHWEST BELL TELEPHONE	250	4.500	12-01-00	251,471	117,200	4.429
PACIFIC TEL & TEL	50	4.500	04-01-03	43,702	28,750	5.718
PACIFIC TEL & TEL	400	4.625	01-01-99	405,734	229,810	4.477
PACIFIC TEL & TEL	200	4.625	05-01-00	192,568	113,360	4.983
PACIFIC TEL & TEL	20	6.000	11-01-02	16,676	15,610	6.041
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	502,100	9.875
PENNSYLVANIA ELECTRIC CO	100	4.625	10-01-94	100,946	92,750	4.507
PENNSYLVANIA ELECTRIC CO	500	7.500	01-01-03	495,528	401,650	7.531
POTOMAC ELECTRIC POWER CO	25	4.500	03-01-95	23,679	13,815	5.151
POTOMAC ELECTRIC POWER CO	50	4.625	12-01-93	50,869	31,875	4.402
POTOMAC ELECTRIC POWER CO	100	4.500	05-15-99	100,000	57,880	4.500
POTOMAC ELECTRIC POWER CO	400	4.500	05-15-99	236,136	231,520	9.150
PUBLIC SERVICE CO COLORADO	50	4.500	10-01-91	50,460	23,190	4.363
PUBLIC SERVICE CO OF NEW HAMPSHIRE	500	9.250	10-01-08	500,000	485,650	9.250
PUBLIC SERVICE CO OF NEW HAMPSHIRE	300	7.625	06-15-02	300,000	231,390	7.625
PUBLIC SERVICE ELECTRIC & GAS CO	50	4.375	11-01-86	48,351	32,500	4.860
PUBLIC SERVICE ELECTRIC & GAS CO	10	4.625	08-01-88	9,716	7,275	5.151
PUBLIC SERVICE ELECTRIC & GAS CO	300	4.625	09-01-91	302,332	100,300	4.534
PUBLIC SERVICE ELECTRIC & GAS CO	50	4.750	09-01-95	50,734	37,125	4.694
PUBLIC SERVICE ELECTRIC & GAS CO	295	7.750	03-15-96	295,000	248,921	7.750
PUBLIC SERVICE ELECTRIC & GAS CO	400	7.500	04-01-02	400,000	329,720	7.500
PUBLIC SERVICE ELECTRIC & GAS CO	50	4.625	11-01-93	50,094	29,940	4.999
PUBLIC SERVICE ELECTRIC & LIGHT CO	100	4.500	11-15-91	100,920	61,360	4.365

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	38,792	29,315	7.505
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	50,000	29,315	4.500
SOUTH CALIFORNIA ELECTRIC & GAS	500	10.125	04-01-09	495,028	510,000	10.231
CENTRAL TELEPHONE CO OF FLORIDA	500	7.650	02-01-97	500,000	416,900	7.650
SOUTHERN BELL TEL & TEL CO	100	4.000	10-01-83	98,849	82,880	4.402
SOUTHERN BELL TEL & TEL CO	25	4.375	03-01-93	21,991	15,063	5.756
SOUTHERN BELL TEL & TEL CO	165	4.750	09-01-00	166,156	99,891	4.674
SOUTHERN CALIFORNIA EDISON CO	100	4.875	09-01-82	92,914	87,750	8.501
SOUTHERN CALIFORNIA EDISON CO	200	4.375	03-01-89	199,231	138,260	4.442
SOUTHERN CALIFORNIA EDISON CO	500	4.500	02-15-90	417,824	341,250	7.201
SOUTHERN CALIFORNIA EDISON CO	150	4.500	02-15-90	150,154	102,375	4.482
SOUTHERN CALIFORNIA EDISON CO	150	5.250	05-15-91	149,167	106,875	5.335
SOUTHERN CALIFORNIA EDISON CO	1,000	9.625	11-01-03	993,171	996,200	9.700
SOUTHERN CALIFORNIA GAS CO	500	8.500	10-01-97	495,997	456,900	8.593
SOUTHERN NEW ENGLAND TELEPHONE	250	8.125	05-01-08	247,074	220,650	8.255
SOUTHWESTERN BELL TELEPHONE	500	4.625	08-01-95	481,081	318,050	5.055
SOUTHWESTERN PUBLIC SERVICE	100	4.625	02-01-95	100,394	63,000	4.578
SOUTHWESTERN PUBLIC SERVICE	500	8.750	03-01-03	500,000	466,250	8.750
TUSCON GAS & ELECTRIC CO PP	250	4.550	02-01-95	250,000	142,825	4.550
UTAH ELECTRIC CO	100	4.375	03-01-88	100,087	69,380	4.357
UTAH ELECTRIC CO	300	4.500	11-01-93	301,142	162,250	4.450
UNITED GAS & ELECTRIC CO OF INDIANA PP	228	9.125	04-01-00	227,500	209,232	9.125
UNITED GAS & ELECTRIC CO OF MISSOURI PP	470	7.875	06-01-03	470,000	377,974	7.875
UNITED GAS & ELECTRIC CO OF NORTHWEST PP	500	10.750	09-01-99	500,000	521,000	10.750
UNITED GAS & ELECTRIC CO OF OHIO	168	7.600	08-01-02	168,000	154,404	7.600
UNITED TELEPHONE CO OF PENN PP	228	9.750	06-01-00	227,500	221,540	9.750
UTAH POWER & LIGHT CO	600	7.500	05-01-02	600,000	463,000	7.500
UTAH POWER & LIGHT CO	500	10.250	11-01-05	502,200	516,900	10.195
UTAH POWER & LIGHT CO	1,200	9.125	05-01-08	1,203,000	1,141,560	9.125
VIRGINIA ELECTRIC & POWER	150	4.500	05-01-95	149,503	90,195	4.533
VASHINGTON WATER POWER CO	400	4.625	09-01-94	400,000	248,520	4.625
WEST VIRGINIA POWER CO	100	4.500	03-01-92	100,939	65,130	4.365
WISCONSIN ILLINOIS POWER CO	200	5.875	08-01-96	180,094	145,260	7.151
WISCONSIN NATURAL GAS CO	150	4.875	10-01-90	125,224	102,570	7.760
WISCONSIN NATURAL GAS CO	100	4.875	10-01-90	100,287	68,230	4.832
WISCONSIN NATURAL GAS CO	100	8.750	03-15-94	100,943	92,130	8.600
WISCONSIN PUBLIC SERVICE CORP	200	4.375	10-01-93	200,000	125,760	4.375
WISCONSIN PUBLIC SERVICE CORP	100	4.500	06-01-94	100,187	61,680	4.476
WISCONSIN TELEPHONE CO	25	4.875	05-01-95	23,098	16,688	5.849
SUBCLASS TOTAL	39,240			38,366,836	31,745,619	

CANADIAN

BELL TELEPHONE OF CANADA	1,000	9.000	01-15-08	1,000,000	927,500	9.000
BELL TELEPHONE OF CANADA PP	500	9.500	06-01-04	500,000	460,500	9.500

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-86	1,000,000	953,900	9.625
CANADIAN NATL RAILWAY CO PP	592	8.500	07-15-86	931,669	842,898	8.500
CANADIAN NATL RAILWAY CO PP	500	9.000	07-01-91	500,000	411,500	9.000
CANADIAN NATL RAILWAY CO PP	1,000	9.250	03-15-90	1,000,000	911,100	9.250
CANADIAN PACIFIC EQUIPMENT TRUST PP	400	10.125	07-02-90	400,000	400,640	10.125
MANITOBA HYDRO-ELECTRIC BOARD	500	9.375	12-01-04	484,101	481,850	9.763
MUNICIPAL FINANCE AUTHORITY OF BC	500	8.875	05-01-01	500,000	465,313	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	480	8.875	05-01-01	480,000	416,700	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	800	8.200	10-15-86	800,000	736,000	8.200
NEW BRUNSWICK ELECTRIC POWER	500	9.375	05-01-01	500,000	463,750	9.375
NOVA SCOTIA POWER CORP	500	10.500	09-15-00	500,000	512,500	10.500
ONTARIO HYDRO PP	1,000	9.500	03-15-96	1,000,000	944,100	9.500
QUEBEC HYDRO ELECTRIC CO	500	8.500	08-01-03	497,963	429,400	8.550
QUEBEC HYDRO ELECTRIC CO	500	8.500	08-01-03	491,343	429,400	8.700
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-01	457,938	425,000	8.290
QUEBEC HYDRO ELECTRIC CO	300	10.700	08-01-99	300,000	312,000	10.700
QUEBEC HYDRO ELECTRIC CO	200	10.700	08-01-99	200,000	203,000	10.700
QUEBEC HYDRO ELECTRIC CO	300	10.700	08-01-99	300,000	312,000	10.700
SUBCLASS TOTAL	13,472			13,441,934	12,572,276	
CONVERTIBLE BONDS						
ALUMINUM CO OF AMERICA CV	48	5.250	09-15-91	49,856	45,888	4.637
CAROLINA TELEPHONE CV	63	5.750	01-15-88	59,088	53,550	7.020
CHASE MANHATTAN REIT	55	11.625	01-01-97	35,359	24,200	.000
CITICORP CV	100	5.750	06-30-00	100,000	76,000	5.750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	89,000	6.250
HERCULES CV	200	6.500	06-30-93	200,000	161,200	6.500
MOIC INVESTMENT CORP CV	55	5.000	12-15-93	55,000	39,300	5.000
MCGRAW HILL CV	49	3.075	05-01-92	47,291	31,830	4.313
JP MORGAN & CO CV	100	4.750	11-01-98	100,000	72,000	4.750
JP MORGAN & CO CV	50	4.750	11-01-98	50,000	36,000	4.750
PITTSBURGH CO CV	120	9.200	07-01-04	197,516	116,880	9.200
WEST POINT PEPPERELL INC CV	150	7.750	10-15-00	150,000	142,500	7.750
WEST POINT PEPPERELL INC CV	100	7.750	10-15-00	100,000	95,000	7.750
WITCO CHEMICAL CORP CV	20	4.500	12-15-93	20,000	16,600	4.500
SUBCLASS TOTAL	1,210			1,024,110	1,000,048	
SECURITY TOTAL	112,790			111,051,850	98,500,944	

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
RAYO CROCKER M/TL BANK SF	2,000	9.400	07-06-79	2,000,000	2,000,000	9.400
RAYO WELLS FARGO BANK SF	600	9.750	07-05-79	600,000	600,000	9.750
SUBCLASS TOTAL	2,600			2,600,000	2,600,000	
SECURITY TOTAL	2,600			2,600,000	2,600,000	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
SUBCLASS TOTAL	500			485,061	456,900	
SECURITY TOTAL	500			485,061	456,900	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
DAVERN PARK APIS INC	100	5.150	04-01-05	101,416	60,630	5.023
EL PASO GOVT JOINT TANKER CO US GG	500	8.100	03-31-03	500,000	449,350	8.100
HARTIN LUTHER TOWER INC	153	5.150	05-01-06	143,573	92,152	5.732
TWO BUILDING MATERIAL FIA MORTGAGE	120	8.750	03-17-10	120,251	115,297	8.750
FEDERAL HOME LOAN MORTGAGE CORP	463	8.200	09-15-07	460,312	422,031	8.243
FEDERAL HOME LOAN MORTGAGE ASSOCIATION	14	4.125	12-22-84	14,150	11,156	4.125
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.550	09-12-88	998,125	965,000	8.500
GATWAY DEER INC	100	5.000	02-01-04	100,000	59,560	5.000
GULF REFINO CORP PP	447	7.950	12-20-93	416,779	404,201	7.950
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	450,000	8.125
INTERNATIONAL SHIPPING CORP GG PP	962	8.350	07-01-96	962,000	896,295	8.350
PATRIOT V SHIPPING CORP GG	1,000	8.100	04-12-04	1,000,000	910,200	8.100
ROCKY MOUNTAIN METROLIST HOMES	56	5.150	07-01-05	56,000	33,903	5.150
SEA TRAIN SHIPYARD, US GG SHIP BONDS	967	7.950	09-30-97	966,964	864,659	7.950
US GG SHIP FINANCIAL BONDS LNG ARIES	500	8.200	12-13-02	500,000	460,250	8.200
WALNUT CREEK MANOR PP	1,000	9.250	07-03-99	1,000,000	1,000,000	9.250
WALNUT CREEK MANOR	91	5.150	10-01-04	91,000	53,355	5.150
SUBCLASS TOTAL	7,973			7,960,570	7,250,144	
SECURITY TOTAL	7,973			7,960,570	7,250,144	
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
SRS BUILDING	1,555	9.000	11-01-96	1,554,644	1,554,644	9.000

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
SUBCLASS TOTAL	1,555			1,554,644	1,554,644	
SECURITY TOTAL	1,555			1,554,644	1,554,644	
OTHER HOLDINGS						
MORTGAGES BIDDINGS AND LAND COMMON STOCK						
SUBCLASS TOTAL	33,379	.000	00-00-00	33,378,571	33,378,571	
	158	.000	00-00-00	158,198	158,198	
	15,092	.000	00-00-00	15,091,799	17,559,310	
SUBCLASS TOTAL	48,629			48,628,568	51,086,079	
SECURITY TOTAL	48,629			48,628,568	51,086,079	
FUND TOTAL	174,047			172,280,693	161,438,711	

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ALUMINUM CO OF AMERICA	1,000	7.450	11-15-96	894,530	864,900	8.827
ALUMINUM CO OF AMERICA	1,000	7.450	11-15-96	895,431	864,900	8.651
ALUMINUM CO OF AMERICA PP	1,713	4.375	03-31-88	1,425,290	1,198,929	7.472
AMERICAN CAN COMPANY	500	7.750	03-15-01	450,650	439,450	8.935
CARNATION COMPANY PP	734	4.500	02-01-90	616,646	507,488	7.063
CARNATION COMPANY PP	384	5.000	04-01-91	327,514	271,718	7.218
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CITICORP	2,000	8.250	06-01-91	1,507,890	1,807,200	8.265
CITICORP	615	5.875	12-01-89	543,404	477,978	7.753
DIAMOND SHAMPOO CORP	500	8.500	04-01-03	491,012	460,000	8.680
DOM CHEMICAL CO	400	7.875	07-15-07	397,193	352,360	7.941
ELC CORP	400	9.500	01-15-00	396,706	398,000	9.606
GENERAL MILLS INC	500	9.375	03-01-09	495,288	500,500	9.469
HERCULES INC	500	8.750	04-01-83	500,000	490,500	8.750
HERSHEY CORP	400	9.500	03-15-09	393,515	404,000	9.538
INTERCONTINENTAL PAPER CO	400	7.900	01-15-07	400,000	344,680	7.900
INTERCONTINENTAL PAPER CO	500	8.850	12-15-00	500,000	484,400	8.850
KERR PAPER CORP	250	8.500	06-01-06	248,315	231,250	8.570
MARATHON OIL CO NOTES	300	7.650	11-01-83	300,000	282,090	7.650
IRBANK AND CO	500	7.875	05-15-85	500,000	400,250	7.875
INDUSTRIAL WARD CREDIT	500	9.375	05-15-84	498,886	493,700	9.438
OWENS ILLINOIS	1,000	7.625	04-01-01	894,178	862,800	8.890
OWENS ILLINOIS PP	760	5.000	02-01-91	648,741	522,728	7.230
PEPPER INC	500	8.875	08-15-85	500,000	493,550	8.875
PHILIP MORRIS PP	250	8.875	06-01-01	237,055	201,250	9.503
PHILIP MORRIS PP	1,145	5.150	11-01-89	974,931	821,423	7.702
PHILLIPS PETROLEUM PP	93	5.375	07-01-91	80,400	65,872	7.261
PHILLIPS PETROLEUM PP	1,503	5.375	07-01-91	1,310,442	1,001,575	7.273
REPRECO (PHILLIPS PETROLEUM) PP	356	7.000	01-01-93	318,183	280,660	8.348
RJ REYNOLDS TOBACCO	500	8.000	01-15-07	500,000	452,500	8.000
SCOTT PAPER CO	500	8.750	01-15-00	500,000	472,800	8.750
GD SEARIT & CO	300	8.000	06-15-81	299,755	200,040	8.053
CLARK INDUSTRIES CO	500	7.875	02-01-07	490,620	444,350	7.901
CLARK INDUSTRIES CO	300	7.875	02-01-07	299,172	266,610	7.901
SHELL OIL CO PP	495	5.000	03-15-91	424,527	350,609	7.137
SHELL OIL CO PP	660	5.000	03-15-91	532,533	467,478	7.915
SHELL OIL CO PP	667	4.500	04-15-90	560,285	458,599	7.012
SHELL OIL CO PP	350	8.400	03-14-01	349,681	321,987	8.400
SHERWIN WILLIAMS	500	9.450	12-01-99	500,000	434,350	9.450
SOUTHB CO	200	8.000	06-15-85	200,000	190,500	8.000
STAFAC INC PP	113	4.625	04-01-89	92,494	80,816	7.755
STAFAC INC PP	83	4.500	09-01-88	68,698	59,858	7.639
STAFAC INC PP	141	4.625	03-01-90	113,355	98,469	7.802
STANDARD OIL CO OF INDIANA	200	9.200	07-15-04	200,000	200,000	9.200
STANDARD OIL CO OF INDIANA	300	9.200	07-15-04	300,000	300,000	9.200
STATEWIDE STATIONS	853	5.375	03-15-96	720,614	574,410	7.275
STAUFFER CHEMICAL CO	500	8.125	06-01-96	467,318	456,250	9.000

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
STUDEBAKER WORTHINGTON	500	9.350	11-15-03	500,000	495,150	9.350
TEXACO INC	500	7.750	06-01-01	458,565	436,300	8.707
TEXACO INC	500	8.500	04-01-06	494,041	469,350	8.617
TEXACO INC PP	939	4.500	12-15-89	747,883	651,384	7.726
TEXACO INC PP	720	4.500	12-15-89	599,614	499,464	7.237
TRIANGLE FACILITIES PP	387	4.750	12-01-87	340,713	286,612	6.830
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,664	472,500	8.695
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,664	472,500	8.695
US CYCLUM	1,000	7.875	01-01-04	931,780	876,200	8.630
AMEREN CORP	298	5.375	04-01-91	259,273	218,454	7.181
SUBCLASS TOTAL	32,709			30,193,449	27,473,741	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.450
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.450
BALTIMORE TRUST CO	500	8.350	03-01-07	500,000	452,900	8.350
CHASE NATIONAL CITY CORP	500	8.625	11-01-07	498,831	411,500	8.649
CITICORP	500	8.250	03-01-07	497,549	413,950	8.300
HEUBACH & CO. TRAVEL CORP	1,000	8.125	08-15-07	994,133	874,400	8.150
ROBERTSON & BARRON ASSOCIATION	350	7.875	03-15-80	349,684	322,438	7.890
ROBERTSON & BARRON ASSOCIATION	150	7.875	03-15-86	149,865	138,188	7.890
US Fidelity & Security Corp	500	7.750	02-15-87	500,000	418,150	7.750
SUBCLASS TOTAL	5,000			4,980,338	4,564,976	
OTHER FINANCIAL						
AMERICAN CORP	500	8.350	02-15-88	500,000	469,350	8.300
FORD MOTOR CREDIT	500	8.700	04-01-99	486,756	469,350	9.000
GENERAL ELECTRIC CREDIT CORP PP	1,000	4.650	05-15-86	855,763	744,600	8.000
GENERAL ELECTRIC CREDIT CORP	400	7.350	01-15-87	400,000	357,360	7.350
GENERAL ELECTRIC CREDIT CORP	500	8.200	02-15-88	500,000	467,750	8.200
INDUSTRIAL BANK OF CALIF	500	10.500	09-15-94	500,000	523,200	10.500
NATIONAL LIFE UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800
SUBCLASS TOTAL	3,900			3,740,138	3,534,310	

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
COLONIAL PIPELINE PP	1,321	4.736	06-01-90	1,130,138	905,810	7.006
CONTINENTAL PIPELINE PP	375	7.500	05-01-94	357,167	313,313	8.116
SUBCLASS TOTAL	1,696			1,487,305	1,219,123	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION						
TRAILER TRAIN CO PP	300	7.375	12-01-83	300,000	274,350	7.375
UNION PACIFIC RAILROAD PP	500	8.750	04-01-89	500,000	474,850	8.750
	1,191	6.625	02-01-83	1,168,521	1,091,623	7.378
SUBCLASS TOTAL	1,991			1,968,521	1,840,823	
UTILITIES						
AMERICAN TEL & TEL	500	4.750	11-01-92	405,940	341,900	7.418
AMERICAN TEL & TEL	150	4.750	11-01-92	121,697	102,570	7.428
AMERICAN TEL & TEL	2,000	4.750	11-01-92	1,623,762	1,367,600	7.418
AMERICAN TEL & TEL	1,000	5.125	04-01-01	706,992	646,400	8.481
CINCINNATI GAS AND ELECTRIC CO	500	5.875	07-01-97	384,771	350,250	8.796
COMMONWEALTH EDISON COMPANY PP	500	9.125	06-01-98	500,000	485,750	9.125
DUKE POWER CO	500	8.125	11-01-03	410,451	429,700	10.500
DUKE POWER CO	500	10.125	02-01-09	494,435	505,000	10.244
FLORIDA POWER CORP	1,000	9.950	03-01-04	1,000,000	950,600	9.950
FLORIDA POWER CORP	800	9.000	11-01-00	757,124	743,000	9.670
GULF STATES UTILITIES CO	750	6.625	02-01-90	586,265	569,996	9.622
HARTFORD ELECTRIC LIGHT CO	300	5.625	04-01-97	250,031	198,750	7.664
HAWAIIAN TELEPHONE CO	500	8.500	04-01-06	495,537	451,250	8.593
HOUSTON LIGHTING & POWER	1,000	5.250	04-01-96	823,258	676,300	7.160
HOUSTON LIGHTING & POWER	1,000	8.125	02-01-04	914,682	884,400	9.110
IDAH0 POWER CO	300	9.000	08-15-08	296,357	280,500	9.122
ILLINOIS BELL TELEPHONE CO	1,000	6.000	07-01-93	789,394	732,600	8.524
INDIANA BELL TELEPHONE CO	300	5.500	04-01-07	202,308	196,500	9.205
INDIANAPOLIS POWER CO	200	5.500	03-01-96	158,677	130,260	8.203
MONTANA POWER CO	500	9.875	01-01-03	496,187	443,750	9.949
MOUNTAIN STATES TEL & TEL	1,000	5.000	04-01-00	693,699	628,800	8.616
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,155	467,100	8.710
NEW YORK STATE ELECTRIC & GAS CORP	200	5.625	01-01-97	165,595	155,260	7.753
NORTHEAST STATE POWER CO	500	9.500	05-01-05	497,642	450,150	9.549
OFLAHUA GAS & ELECTRIC	750	4.500	03-01-95	515,289	466,875	8.622
OFLAHUA GAS & ELECTRIC	1,000	4.500	03-01-95	618,527	622,500	9.201
OTHER TAIL POWER COMPANY	500	9.625	11-01-08	500,000	486,900	9.625
PACIFIC GAS & ELECTRIC	400	5.000	06-01-89	341,927	290,080	7.952
PACIFIC GAS & ELECTRIC CO	300	5.750	12-01-90	252,492	206,640	7.595

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PACIFIC TEL & TEL	1,000	6.000	11-01-02	792,754	680,500	8.292
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	502,100	9.875
PUBLIC SERVICE CO INDIANA	500	8.125	10-01-07	489,388	438,750	8.329
SOUTHERN CALIFORNIA EDISON CO	635	5.250	03-15-91	542,100	452,438	7.515
SOUTHERN CALIFORNIA EDISON CO	1,000	9.625	11-01-03	993,171	996,200	9.700
SOUTHERN UTILITIES GAS CO OF CALIFORNIA	300	4.750	08-01-90	245,230	209,640	7.718
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
UTAH POWER & LIGHT CO	300	8.375	09-01-06	295,572	265,140	8.520
UTAH POWER & LIGHT CO	1,000	9.125	03-01-08	1,000,000	953,800	9.125
SUBCLASS TOTAL	24,185			20,853,948	19,339,549	
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	463,750	9.000
BELLISH CO LIMITED HYDRO & POWER	300	5.625	07-01-91	251,855	217,500	6.150
BELLISH CO LIMITED HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BELLISH CO LIMITED HYDRO & POWER	500	8.375	06-15-07	500,000	443,438	8.375
BELLISH CO LIMITED HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	953,900	9.625
CANADIAN NATL CANADIAN CO PP	1,000	9.250	03-15-98	1,000,000	921,100	9.250
EDMONTON HYDRO ELECTRIC BOARD	500	9.250	06-15-04	473,746	478,100	9.880
HEW BRUNSWICK ELECTRIC POWER	500	10.500	10-01-95	496,953	500,000	10.591
ONTARIO HYDRO LTD	1,000	9.500	03-15-96	1,000,000	944,100	9.500
SUBCLASS TOTAL	5,800			5,721,474	5,411,238	
SECURITY TOTAL	75,281			68,945,173	63,383,760	
REPO WITH FARGO BANK SF						
	3,700	9.750	07-05-79	3,700,000	3,700,000	9.750
SUBCLASS TOTAL	3,700			3,700,000	3,700,000	
SECURITY TOTAL	3,700			3,700,000	3,700,000	
GOVERNMENT BONDS						
US GOVERNMENT BOND ISSUANCES						
US TREASURY BONDS	470	4.000	02-15-80	470,384	455,900	3.811
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
SUBCLASS TOTAL	970			955,445	912,800	

TRUST & LEGACY FUND

SECURITY

GOVERNMENT BONDS
US GOVERNMENT OBLIGATIONS

SECURITY TOTAL

970

955,445

912,800

GOVERNMENT AGENCIES

US GOVERNMENT AGENCIES

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
AMERICAN EXPORT LIGHTING MM PP	3,129	7.300	01-01-94	3,129,000	2,669,037	7.300
AMERICAN EXPORT MM PP	2,068	7.300	07-01-97	2,068,000	1,733,398	7.300
AMERICAN EXPRESS STAGHOUND MM BONDS PP	3,137	7.300	01-01-94	3,137,000	2,675,861	7.300
AMERICAN EXPRESS LINES MM BONDS	200	7.625	05-01-96	200,867	175,080	7.567
BOSTON CORP 1 PP	250	8.200	01-01-96	238,130	229,775	8.760
BOSTON CORP 1 PP	6	8.200	04-01-96	6,000	5,515	8.200
BOSTON CORP 1 PP	122	8.200	04-01-96	122,000	112,130	8.200
BOSTON CORP 2 PP	8	8.200	07-27-96	8,000	7,349	8.200
BOSTON CORP 2 PP	771	8.200	07-27-96	730,055	708,241	8.826
BOSTON CORP 2 PP	120	8.200	07-27-96	120,000	110,232	8.200
BOSTON CORP 3 PP	9	8.200	01-28-97	9,000	8,258	8.200
BOSTON CORP 3 PP	120	8.200	01-28-97	120,000	110,112	8.200
BOSTON CORP 4 PP	122	8.200	01-25-97	122,000	111,947	8.200
BOSTON CORP 4 PP	9	8.200	01-25-97	9,000	8,258	8.200
US GOVT MERCHANT MARINE DELTA SS	200	7.200	03-01-98	199,640	165,360	7.220
US GOVT MERCHANT MARINE DELTA SS	200	7.200	03-01-98	200,000	165,360	7.200
US GOVT MERCHANT MARINE DELTA SS	100	7.200	03-01-98	100,000	82,680	7.200
EL PASO ARZEV TANKER CO GG	500	8.150	03-31-03	500,000	456,500	8.100
EL PASO SAVANNAH TANKER GG	200	8.150	03-31-03	200,000	183,220	8.150
EL PASO SAVANNAH TANKER GG	200	8.150	03-31-03	200,000	183,220	8.150
EL PASO SAVANNAH TANKER GG	300	8.150	03-31-03	300,000	274,830	8.150
EL PASO SAVANNAH TANKER GG	100	8.100	03-31-03	100,000	91,300	8.100
FALCON TANKERS COMMITTEE US GG	495	6.400	02-01-92	495,000	438,422	7.300
FARMERS HOME ADMINISTRATION	500	7.150	05-26-97	493,563	469,350	6.818
GLBA	500	7.150	05-26-97	493,563	405,000	7.300
FEDERAL LAND BANKS	50	6.700	04-20-81	50,094	48,125	6.554
FEDERAL LAND BANKS	120	6.700	04-20-81	120,000	111,500	6.700
FEDERAL LAND BANKS	140	6.700	04-20-81	139,729	111,500	6.849
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	91,500	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	91,500	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	94,500	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	94,500	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	94,500	6.900
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	482,500	8.580
GLBA PASS THROUGH PP	292	6.500	02-15-02	282,840	211,319	6.813
GLBA PASS THROUGH PP	652	6.500	06-13-03	503,283	539,459	7.606
GLBA PASS THROUGH PP	605	8.000	12-15-03	503,648	552,617	8.308
GLBA PASS THROUGH PP	400	6.400	12-11-87	386,000	331,480	7.040
GLBA PASS THROUGH PP	452	7.375	12-12-98	452,157	379,812	7.375
GLBA PASS THROUGH PP	591	8.300	09-15-91	609,474	556,909	7.759
GLBA PASS THROUGH PP	200	7.200	06-15-90	200,000	177,900	7.200

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
MARINE SHIP LEASING CORP GG PP	548	7.875	09-12-95	548,148	489,551	7.875
MARINE VES PL LEASING CORP GG PP	452	7.875	10-14-95	451,852	403,459	7.875
OVERSEAS SHIP LEASING CORP GG PP	481	8.350	07-01-96	481,000	448,148	8.350
OVERSEAS BULK LEASING CORP PP	256	7.375	12-27-93	256,428	220,272	7.375
OVERSEAS BULK LEASING CORP PP	513	7.375	12-27-93	512,856	440,544	7.375
OVERSEAS BULK LEASING CORP PP	513	7.375	12-27-93	512,856	440,544	7.375
PATRIOT V SHIPPING CORP GG	500	8.100	04-12-04	500,000	455,100	8.100
PATRIOT II SHIPPING CORP GG	100	8.000	12-07-03	100,000	88,560	8.000
PATRIOT III SHIPPING CORP GG	400	8.000	03-31-06	400,000	354,240	8.000
PATRIOT IV SHIPPING CORP GG PP	500	8.000	03-31-81	500,000	467,900	8.000
US GOVERNMENT AGENT US GG SHIP BONDS	483	7.950	09-30-97	483,482	432,330	7.950
US GOVERNMENT AGENT US GG SHIP BONDS	208	7.900	01-01-94	208,000	187,346	7.900
US GOVERNMENT AGENT US GG SHIP BONDS	474	7.900	01-01-94	474,000	426,932	7.900
US GOVERNMENT AGENT US GG SHIP BONDS	250	8.200	12-13-02	241,456	230,125	8.549
SUBCLASS TOTAL	23,546	.		23,381,449	20,703,357	
SECURITY TOTAL	23,546			23,381,449	20,703,357	
FUND TOTAL	103,497			96,982,067	88,699,917	

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
BORDEN	500	9.375	06-15-09	500,000	503,750	9.375
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CONTINENTAL OIL CO	500	8.875	06-01-01	498,904	485,600	8.900
DOW CHEMICAL CO	500	7.625	07-01-03	507,840	522,000	9.231
DOW CHEMICAL CO	500	8.500	01-15-06	500,000	465,400	8.500
DOW CHEMICAL CO	500	7.875	07-15-07	496,492	410,450	7.941
GOODYEAR TIRE & RUBBER CO	500	9.375	03-01-09	495,288	502,500	9.469
GOODYEAR TIRE & RUBBER CO	200	7.350	09-15-97	200,000	106,040	7.350
GOODYEAR TIRE & RUBBER CO	200	7.350	09-15-97	200,000	106,040	7.350
GOODYEAR TIRE & RUBBER CO	500	8.750	04-01-83	500,000	410,580	8.750
GOODYEAR TIRE & RUBBER CO	500	9.500	09-01-00	497,881	497,600	9.550
GOODYEAR TIRE & RUBBER CO	500	8.500	06-01-06	496,630	462,500	8.570
KRAFT CO	200	8.375	01-15-04	198,759	189,740	8.444
KRAFT CO	200	8.375	04-15-04	198,759	189,740	8.444
KRAFT CO	500	9.625	03-15-04	498,763	485,000	9.651
KRAFT CO	500	8.200	04-01-85	500,000	480,050	8.200
KRAFT CO	25	8.500	06-15-01	24,227	23,530	8.500
KRAFT CO	485	8.750	04-15-99	485,000	448,625	8.750
KRAFT CO	500	7.500	12-15-95	413,911	513,800	8.700
KRAFT CO	500	8.625	05-15-81	413,664	493,400	8.670
KRAFT CO	500	8.875	08-15-85	500,000	493,550	8.875
KRAFT CO	1,000	8.875	11-30-98	1,000,000	936,600	8.875
KRAFT CO	500	10.200	03-15-92	500,000	518,125	10.200
KRAFT CO	500	8.000	01-15-07	500,000	452,500	8.000
KRAFT CO	300	7.500	12-01-80	300,214	290,640	7.430
KRAFT CO	500	8.625	10-01-95	471,931	480,600	9.300
KRAFT CO	400	8.000	04-01-06	399,106	350,000	8.020
KRAFT CO	100	8.000	04-01-06	99,777	90,000	8.020
KRAFT CO	500	9.450	12-01-99	500,000	434,350	9.450
KRAFT CO	600	8.750	07-01-05	595,441	532,000	8.833
KRAFT CO	500	8.750	07-01-05	467,676	485,000	9.421
KRAFT CO	300	6.000	09-15-91	292,961	212,670	6.506
KRAFT CO	500	7.875	08-01-07	408,244	419,350	7.506
KRAFT CO	443	8.000	07-01-97	413,400	383,142	8.000
KRAFT CO	200	8.500	04-01-06	198,663	187,740	8.569
KRAFT CO	500	8.500	04-01-06	496,656	469,350	8.569
KRAFT CO	800	8.625	03-01-06	794,663	756,000	8.695
KRAFT CO	500	9.750	04-01-00	500,000	505,000	9.750
KRAFT CO	500	7.950	08-15-06	498,293	450,000	7.980
SURCLASS TOTAL				17,394,143	16,555,512	
BANKS AND INSURANCE						
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350
CHEMICAL BANK NEW YORK	200	6.625	04-15-80	199,882	195,080	6.722

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
BANKS AND INSURANCE						
CITICORP NOTES	500	8.450	03-15-07	498,474	453,300	8.500
CITICORP NOTES	500	8.125	07-01-07	495,331	437,350	8.215
CROWDER NATIONAL CORP	500	8.600	12-01-02	497,653	449,400	8.648
FIRST CHICAGO CORP NOTES	500	6.750	11-01-80	499,375	480,350	6.870
INDUSTRIAL NATIONAL CORP NOTES	600	7.400	07-01-81	600,000	568,500	7.400
MANUFACTURES HANOVER	500	7.600	09-01-81	500,000	480,250	7.600
SECURITY PACIFIC CORP	500	7.700	02-15-82	500,000	477,750	7.700
UNITED STATES NATL BANK OF OREGON NOTES	400	7.750	01-15-02	400,000	328,520	7.750
WELLS FARGO CO	500	8.600	04-01-02	500,000	451,850	8.600
SUBCLASS TOTAL	5,200			5,190,715	4,775,250	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	450,100	8.300
COMMERCIAL CREDIT CORP	200	7.750	02-15-92	198,713	169,980	7.851
COMMERCIAL CREDIT CORP	200	7.750	02-15-92	198,713	169,980	7.851
COMMERCIAL CREDIT CORP	200	7.750	02-15-92	198,713	169,980	7.851
GENERAL MOTORS ACCEPTANCE CORP	500	7.850	11-01-98	500,000	439,000	7.850
GENERAL MOTORS ACCEPTANCE CORP	500	7.350	01-15-87	500,000	446,700	7.350
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	495,909	438,650	8.078
GENERAL MOTORS ACCEPTANCE CORP	500	8.200	02-15-88	500,000	467,750	8.200
HONEYWELL FINANCE CORP	500	8.200	12-15-98	500,000	443,600	8.200
HOUSEHOLD FINANCE CORP	400	8.375	10-01-03	397,124	362,760	8.450
HOUSEHOLD FINANCE CORP	100	8.375	10-01-03	99,281	90,690	8.450
SUBCLASS TOTAL	4,100			4,088,453	3,649,190	
TRANSPORTATION EXCL. RAILROADS						
ARCO PIPELINE CO	500	8.375	07-15-83	498,734	485,500	8.466
ARCO PIPELINE CO	500	7.500	10-01-82	500,000	475,100	7.500
MOBIL ALASKA PIPELINE	500	8.450	03-01-05	500,000	470,000	8.450
SOUTH BP TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	505,000	9.058
SUBCLASS TOTAL	2,000			2,029,183	1,935,600	
RAILROADS						
BURLINGTON NORTHERN	200	8.600	01-15-99	200,000	181,740	8.600
GENERAL AMERICAN TRANSPORTATION	500	7.375	12-01-83	500,000	457,250	7.375
SOUTHERN PACIFIC TRANSPORTATION	500	8.200	12-01-01	500,000	446,350	8.200

WORKERS' COMPENSATION FUND

SOURCE	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
UNION PACIFIC RAILROAD	500	9.000	03-01-90	500,000	499,900	9.000
UNION PACIFIC RAILROAD	500	7.500	01-01-97	500,000	455,900	7.500
SUBCLASS TOTAL	2,200			2,200,000	2,041,140	
UTILITIES						
ALABAMA POWER CO	500	10.500	12-01-05	500,000	486,900	10.500
AMERICAN TEL & TEL	300	4.375	04-01-85	277,381	241,620	6.522
AMERICAN TEL & TEL	350	4.625	01-01-94	291,706	229,495	6.801
AMERICAN TEL & TEL	550	4.625	01-01-94	458,395	360,635	6.801
AMERICAN TEL & TEL	900	4.625	01-01-94	750,101	590,130	6.801
AMERICAN TEL & TEL	850	4.750	06-01-98	694,896	533,800	6.802
AMERICAN TEL & TEL	300	7.000	02-15-01	298,379	245,640	7.000
AMERICAN TEL & TEL	500	7.125	12-01-03	499,014	412,100	7.125
CAROLINA TEL & TEL	220	8.100	11-01-03	220,000	192,236	8.100
CENTRAL UTILITIES LIGHT CO	300	9.250	05-01-06	297,983	283,500	9.250
CENTRAL UTILITIES LIGHT CO	200	9.250	05-01-06	198,655	183,000	9.250
CENTRAL UTILITIES CO	275	8.000	07-01-94	276,374	242,860	7.979
CONSOLIDATED NEDLON CO	500	8.250	12-01-07	490,518	433,850	8.434
CONSOLIDATED NATURAL GAS CO	500	9.250	07-01-95	500,000	493,850	9.250
FLORIDA POWER & LIGHT	500	8.500	01-01-04	502,652	446,450	8.439
GENERAL TELEPHONE CO OF SOUTHWEST	500	9.875	12-01-05	436,854	504,400	9.950
KANSAS NATURAL GAS	90	8.450	08-01-91	90,000	82,350	8.450
KANSAS NATURAL GAS	193	8.450	08-01-91	193,000	176,595	8.450
KENTUCKY POWER CO	300	7.875	09-01-02	300,000	248,250	7.875
KENTUCKY POWER CO	400	4.625	03-01-96	326,853	251,000	6.801
KENTUCKY BELL TELEPHONE CO	500	7.875	12-01-96	500,000	429,750	7.875
MINNESOTA GAS CO	100	7.875	12-01-96	100,000	84,750	7.875
MINNESOTA GAS CO	400	7.625	10-15-92	391,088	339,520	7.950
NEBRASKA POWER UTILITIES	500	8.700	03-01-81	500,000	492,700	8.700
MOUNTAIN STATES TEL & TEL	300	6.375	09-01-08	300,739	217,290	6.375
NEW YORK TELEPHONE CO	450	7.500	03-01-09	455,330	375,255	7.374
NORTH CAROLINA PUBLIC SERVICE	150	6.375	09-01-97	121,049	114,000	8.857
NORTH CAROLINA PUBLIC SERVICE	100	10.400	03-01-04	100,000	105,250	10.400
NORTH CAROLINA PUBLIC SERVICE	100	10.400	09-01-04	100,000	105,250	10.400
NORTH CAROLINA PUBLIC SERVICE	300	10.400	09-01-04	300,000	105,250	10.400
OHIO BELL TELEPHONE CO	350	6.750	07-01-08	351,048	315,750	6.719
OHIO BELL TELEPHONE CO	200	9.250	05-01-00	200,617	186,500	9.205
PACIFIC TEL & TEL	200	6.000	11-01-02	152,748	136,100	8.711
PACIFIC TEL & TEL	350	6.000	11-01-02	351,669	238,175	5.500
PACIFIC TEL & TEL	35	7.800	03-01-07	35,000	28,777	7.800
PACIFIC TEL & TEL	115	7.800	03-01-07	115,000	94,553	7.800
PUBLIC SERVICE ELECTRIC & GAS CO	9	7.750	08-15-96	9,000	7,594	7.750
SOUTH CAROLINA ELECTRIC & GAS CO	500	10.125	04-01-09	496,271	510,000	10.204
SOUTH CAROLINA ELECTRIC & GAS CO	500	8.250	03-01-17	499,408	451,450	8.260

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	NATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SOUTH CENTRAL BELL TELEPHONE	500	8.250	03-01-17	497,266	451,450	8.300
SOUTHERN NEW ENGLAND TELEPHONE	306	7.750	06-01-04	308,628	257,805	7.650
SOUTHWESTERN BELL TELEPHONE	100	8.750	08-01-07	100,379	95,200	8.703
SOUTHWESTERN BELL TELEPHONE	450	8.250	04-01-17	431,377	406,260	8.632
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
UTAH POWER & LIGHT	500	10.125	04-01-09	498,757	510,000	10.150
SUBCLASS TOTAL	15,744			15,074,724	13,370,665	
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	463,750	9.000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
MANITOBA HYDRO-ELECTRIC BOARD	500	8.000	10-15-03	495,946	420,000	8.009
MANITOBA HYDRO-ELECTRIC BOARD	500	9.375	12-01-04	496,822	481,850	9.450
MANITOBA HYDRO-ELECTRIC BOARD	500	9.500	10-01-85	500,000	495,000	9.500
MANITOBA HYDRO-ELECTRIC BOARD	500	9.250	01-15-06	500,000	478,100	9.250
MUNICIPAL UTILITY AUTHORITY OF BC	490	8.875	05-01-01	490,000	456,006	8.875
MUNICIPAL UTILITY AUTHORITY OF BC	300	8.200	10-15-86	300,000	276,000	8.200
NEW BRUNSWICK ELECTRIC POWER	300	9.375	05-01-01	300,000	278,250	9.375
QUEBEC HYDRO-ELECTRIC CO	400	8.500	08-01-03	308,393	343,520	8.550
QUEBEC HYDRO-ELECTRIC CO	200	8.250	01-01-04	199,183	170,000	8.295
QUEBEC HYDRO-ELECTRIC CO	400	10.250	01-15-05	400,000	406,250	10.250
QUEBEC HYDRO-ELECTRIC CO	200	10.250	01-15-05	200,000	203,125	10.250
SUBCLASS TOTAL	6,290			6,279,264	5,848,076	
SECURITY TOTAL	53,187			52,256,482	48,175,433	
PROPERTY MARKET INSTRUMENTS						
US REFINANCE AGREEMENTS						
REPO AGREEMENT CHECKER NATL BANK SF	800	9.400	07-06-79	800,000	800,000	9.400
SUBCLASS TOTAL	800			800,000	800,000	
SECURITY TOTAL	800			800,000	800,000	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
SUBCLASS TOTAL	500			485,061	456,900	
SECURITY TOTAL	500			485,061	456,900	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
US GG SHIP FINANCING BONDS LNG AQUARIUS	500	7.650	12-07-86	500,000	460,100	7.650
US GG SHIP FINANCING BONDS LNG AQUARIUS	1,500	8.000	06-07-02	1,500,000	1,359,300	8.000
FL PASO AREA TAPER CO GG	500	8.100	03-31-03	500,000	456,500	8.100
INTERNATIONAL BANK FOR RECONSTRUCTION	400	8.125	08-01-96	400,000	350,000	8.125
NORWEST SUPPLY CORP GG PP	481	8.350	07-01-96	481,000	411,148	8.350
US GG SHIP FINANCING BONDS LNG ARIES	500	7.850	12-13-87	500,000	461,900	7.850
US GG SHIP FINANCING BONDS J STORM VI PP	1,000	8.250	12-15-92	1,000,000	931,100	8.250
SUBCLASS TOTAL	4,881			4,881,000	4,481,048	
SECURITY TOTAL	4,881			4,881,000	4,481,048	
OTHER HOLDINGS						
MORTGAGES						
SUBCLASS TOTAL	394	.000	00-00-00	393,990	393,990	
SECURITY TOTAL	394			393,990	393,990	
FUND TOTAL	59,762			58,816,533	54,307,371	

HIGHWAY BUILDING COMPLEX SINKING FUND

SECURITY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
PART 7 MASTER INSTRUMENTS							
US REPURCHASE AGREEMENTS							
US TREASURY BILLS							
SUBCLASS TOTAL		690	.000	09-18-79	634,546	676,121	8.150
SECURITY TOTAL		690			634,546	676,121	
SECURITY TOTAL		690			634,546	676,121	
GOVERNMENT AGENCIES							
US GOV. AGENT AGENCIES							
FEDERAL HOME LOAN BANKS							
FEDERAL INTERMEDIATE CREDIT BANKS		300	7.650	05-26-87	299,704	277,500	7.670
FEDERAL INTERMEDIATE CREDIT BANKS		100	7.000	04-01-82	100,000	95,125	7.000
FEDERAL INTERMEDIATE CREDIT BANKS		200	7.000	04-01-82	200,000	190,250	7.000
SUBCLASS TOTAL		600			599,704	562,875	
SECURITY TOTAL		600			599,704	562,875	
FUND TOTAL		1,290			1,234,250	1,238,996	

STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ARICO STEEL	150	8.500	09-01-01	149,601	136,200	8.530
CATERPILLAR TRACTOR CO	200	8.000	11-01-01	200,000	183,000	8.000
DIAMOND SHAPLOCK CORP	100	7.700	12-15-01	100,000	86,000	7.700
INLAND STEEL	100	7.900	01-15-07	100,000	86,170	7.900
MARATHON OIL CO BONDS	200	8.500	11-01-06	199,088	185,240	8.550
MARATHON OIL CO NOTES	100	7.650	11-01-83	100,000	94,030	7.650
SEARS ROEBUCK & CO	200	7.875	02-01-07	199,448	177,740	7.901
STUDERBAKER MORTGAGE	100	9.350	11-15-03	100,000	99,030	9.350
UNION CARBIDE CORP	100	7.500	12-15-00	99,451	84,810	7.550
WEYERHAEUSER CO	100	7.950	08-15-06	99,659	90,000	7.980
SUBCLASS TOTAL	1,350			1,347,247	1,222,240	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	100	8.125	10-15-07	99,528	90,130	8.169
MANUFACTURERS HANOVER CORP	100	8.125	08-15-07	99,413	87,440	8.180
MORTGAGE SECURITIES CORPORATION	100	7.875	09-15-86	99,910	92,125	7.890
SAFECO CORP	100	7.600	12-15-86	100,000	89,000	7.600
U.S. BANCORP	150	7.750	02-15-87	150,000	134,445	7.750
SUBCLASS TOTAL	550			548,851	493,140	
OTHER FINANCIAL						
GENERAL MOTORS ACCEPTANCE CORP	200	8.000	01-15-02	200,000	176,820	8.000
HOUSEHOLD FINANCE CORP	200	7.850	10-01-86	200,000	183,420	7.850
HOUSEHOLD FINANCE CORP	100	7.850	10-01-86	100,000	91,710	7.850
SUBCLASS TOTAL	500			500,000	451,950	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.375
GENERAL AMERICAN TRANSPORTATION	100	7.750	12-01-85	100,000	91,490	7.750
SOUTHERN PACIFIC TRANSPORTATION	100	8.200	12-01-01	100,000	89,270	8.200
UNION PACIFIC RAILROAD EQUIPMENT TRUST	100	7.700	01-01-92	100,000	89,310	7.700
SUBCLASS TOTAL	400			400,000	360,520	



STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
ARAPAHO LOUISIANA GAS	100	9.100	10-01-98	100,000	91,750	9.100
CENTRAL ILLINOIS PUBLIC SERVICE CO	100	8.450	11-01-06	100,000	81,630	8.450
INDIAN POWER CO	100	9.000	08-15-08	98,786	93,500	9.122
MICHIGANA POWER & LIGHT	155	8.700	09-01-06	155,000	139,314	8.700
MICHIGANA POWER & LIGHT	100	8.700	09-01-06	100,000	87,880	8.700
MICHIGANA POWER & LIGHT	200	8.350	09-01-07	200,000	174,500	8.350
MOHAWK POWER CO	100	9.875	01-01-09	99,297	88,750	9.948
PUBLIC SERVICE CO COLORADO	100	9.250	10-01-08	100,000	97,130	9.250
UTAH POWER & LIGHT CO	200	8.375	09-01-06	197,048	176,760	8.520
SUBCLASS TOTAL	1,155			1,150,131	1,045,214	
SECURITY TOTAL	3,955			3,946,229	3,573,064	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
EL PASO COVE POINT TANKER CO	100	7.700	10-15-86	100,000	92,140	7.700
EL PASO SOUTHERN TANKER CO	150	8.100	03-31-03	150,000	136,950	8.100
US CO SHIP FINANCING BONDS HARBOR TUG	50	8.150	03-15-01	50,000	45,920	8.150
US CO SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	91,840	8.150
US CO SHIP FINANCING BONDS LNG ARIES	100	8.200	12-13-02	100,000	92,050	8.200
SUBCLASS TOTAL	500			500,000	458,900	
SECURITY TOTAL	500			500,000	458,900	
MUNICIPAL BONDS						
STAFF-DIRECT OR GUARANTEED						
CITY OF HAVRE CITY HALL BONDS	27	6.000	06-01-89	27,000	27,000	6.000
CITY OF HAVRE CITY HALL BONDS	23	6.000	06-01-90	23,000	21,000	6.000
SUBCLASS TOTAL	50			50,000	50,000	
SECURITY TOTAL	50			50,000	50,000	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	372	.000	00-00-00	372,400	372,400	
SECURITY TOTAL	372			372,400	372,400	
SUBCLASS TOTAL	372			372,400	372,400	
SECURITY TOTAL	372			372,400	372,400	
FUND TOTAL	4,877			4,868,629	4,454,364	

SHERIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	UNIT COST PER SHARE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CYANAMID CO	100	8.375	03-15-06	99,555	91,750	8.420
ANCHOR LOCKER CORP	500	8.625	07-01-06	496,625	471,400	8.700
CONCRETE PUMP CO	100	8.875	06-01-01	99,781	97,120	8.900
HALL INDUSTRIES CO	100	9.250	04-01-00	99,585	100,750	9.302
KIRK LUMBER CO	200	8.000	07-01-83	199,375	192,100	9.107
JR MCDELMONT & CO	100	9.625	03-15-04	99,753	97,000	9.651
3M COMPANY DEBS	100	8.850	04-01-05	100,000	100,000	8.850
STUDEBAKER WORTHINGTON	100	9.350	11-15-03	100,000	99,030	9.350
WEYERHAEUSER CO	100	7.900	08-15-06	99,659	90,000	7.980
SUBCLASS TOTAL	1,400			1,394,333	1,342,150	
BANKS AND INSURANCE						
AETHA LIFE & CASUALTY CO	100	8.125	10-15-07	99,528	90,130	8.169
BANK OF AMERICA CORP	150	8.350	05-15-07	150,000	135,870	8.350
BARCLAYSCREDIT GROUP CORP	100	8.125	08-15-07	99,413	87,140	8.180
US BANKCORP	100	7.750	02-15-87	100,000	89,630	7.750
SUBCLASS TOTAL	450			448,941	403,070	
OTHER FINANCIAL						
BENEFICIAL CORP	75	8.000	06-15-01	75,000	71,475	8.000
BENEFICIAL CORP	100	8.350	02-15-88	100,000	93,870	8.350
GENERAL MOTORS ACCEPTANCE CORP	100	8.000	01-15-02	100,000	88,410	8.000
SUBCLASS TOTAL	275			275,000	253,755	
TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	225	8.050	10-15-80	225,000	220,793	8.050
SUBCLASS TOTAL	225			225,000	220,793	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.375
SUBCLASS TOTAL	100			100,000	91,450	

SHERIFF'S RETIREMENT FUND

CURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
UTILITIES						
CINCINNATI GAS AND ELECTRIC CO	200	9.850	05-01-05	200,000	202,500	9.850
IDaho POWER CO	100	9.000	08-15-08	98,786	93,500	9.122
MINNESOTA POWER & LIGHT	100	8.350	09-01-07	100,000	87,250	8.350
MONTANA POWER CO	100	9.875	01-01-09	99,297	88,750	9.948
PACIFIC GAS & ELECTRIC	100	10.125	08-01-12	99,750	101,750	10.149
PACIFIC TEL & TEL	100	9.875	02-15-16	100,000	100,420	9.875
SOUTHWESTERN PUBLIC SERVICE	150	8.750	03-01-08	150,000	139,875	8.750
UTAH POWER & LIGHT CO	200	9.125	05-01-08	200,000	190,760	9.125
SUBCLASS TOTAL	1,050			1,047,833	1,004,805	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	91,201	8.875
SUBCLASS TOTAL	98			98,000	91,201	
SECURITY TOTAL	3,598			3,589,107	3,407,224	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	150	7.875	11-15-82	149,724	146,055	7.951
SUBCLASS TOTAL	150			149,724	146,055	
SECURITY TOTAL	150			149,724	146,055	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES US GO	149	8.500	07-15-01	149,000	139,881	8.500
EL PASO COMMERCIAL TANKER US GO	245	9.250	03-31-03	245,000	244,927	9.250
SUBCLASS TOTAL	394			394,000	384,808	
SECURITY TOTAL	394			394,000	384,808	

SHERIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	458	.000	00-00-00	457,853	457,853	
SUBCLASS TOTAL	458			457,853	457,853	
SECURITY TOTAL	458			457,853	457,853	
FUND TOTAL	4,600			4,590,684	4,395,940	

EDUCATIONAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
DANA CORPORATION	200	8.875	11-15-08	199,020	192,500	8.923
DIAMOND SHAMROCK CORP	500	8.500	04-01-08	491,012	460,000	8.680
DOW CHEMICAL CO	300	8.625	02-15-08	297,707	280,620	8.700
HOUSARCO CO	500	8.750	05-15-08	496,688	481,250	8.808
MONTGOMERY WARD CREDIT	200	9.375	05-15-84	199,954	197,480	9.438
STUDEBAKER WORTHINGTON	200	9.350	11-15-03	200,000	198,060	9.350
TEXACO INC	300	8.500	04-01-06	296,068	281,610	8.630
SUBCLASS TOTAL	2,200			2,180,349	2,091,520	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.350	02-15-88	500,000	469,350	8.350
FORD MOTOR CREDIT	500	8.700	04-01-99	486,756	469,550	9.000
FORD MOTOR CREDIT NOTES	300	8.375	05-01-04	299,274	288,750	8.409
SUBCLASS TOTAL	1,300			1,286,030	1,227,650	
UTILITIES						
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	191,500	9.100
BALTIMORE GAS & ELECTRIC	500	9.375	07-01-08	500,000	487,500	9.375
GENERAL TELEPHONE CO OF CALIFORNIA	300	8.875	04-01-08	296,273	279,750	9.000
IDaho POWER CO	500	9.000	08-15-08	500,000	467,500	9.000
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-10	495,155	467,100	8.710
PUBLIC SERVICE CO COLORADO	300	9.250	10-01-08	300,000	291,390	9.250
PUBLIC SERVICE ELECTRIC & GAS	200	9.375	11-01-08	201,474	195,940	9.299
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,585	498,100	9.700
SOUTHWESTERN PUBLIC SERVICE	350	8.750	03-01-08	350,000	326,375	8.750
UTAH POWER & LIGHT CO	500	8.125	05-01-08	500,000	476,900	9.125
UTAH POWER & LIGHT	500	10.125	04-01-09	498,757	510,000	10.150
VIRGINIA ELECTRIC & POWER	300	9.625	07-01-08	300,000	290,790	9.625
SUBCLASS TOTAL	4,650			4,638,244	4,482,845	
SECURITY TOTAL	8,150			8,104,623	7,802,015	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	482,500	8.580
SUBCLASS TOTAL	500			498,750	482,500	

EDUCATIONAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT SECURITIES OF GOVERNMENT AGENCIES						
SECURITY TOTAL	500			498,750	482,500	
OTHER PORTFOLIOS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	2,445	.000	00-00-00	2,444,839	2,444,839	
SECURITY TOTAL	2,445			2,444,839	2,411,839	
FUND TOTAL	2,445			2,444,839	2,411,839	
	11,095			11,045,212	10,769,354	

VOLUNTEER FIREMAN'S FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN PRAXAIRS INC	100	8.125	03-01-85	98,461	95,310	8.520
FRUIT CORP	65	8.500	06-15-01	62,931	61,178	8.850
HALLAM CO INC	200	8.375	08-01-06	200,000	177,040	8.375
OWENS ILLINOIS	150	9.350	11-01-79	150,000	149,250	9.350
SUBCLASS TOTAL	515			511,452	483,078	
OTHER FINANCIAL						
GFHCAL ELECTRIC CREDIT CORP	100	8.250	02-15-86	99,669	94,170	8.320
SEAROY CORP ACCEPTANCE CORP	200	8.375	12-31-80	159,748	190,375	8.100
SUBCLASS TOTAL	300			299,417	284,545	
RAILROADS						
SOUTHERN RAILWAY	100	7.000	01-15-81	100,000	96,410	7.000
UNION TANK CAR CO	100	8.600	12-15-81	100,000	97,420	8.600
SUBCLASS TOTAL	200			200,000	193,830	
UTILITIES						
IDAHO POWER CO	200	9.000	08-15-08	197,571	187,000	9.122
MINNESOTA POWER & LIGHT	150	8.350	09-01-07	150,000	130,875	8.350
NORTHERN STATES POWER CO	100	7.375	03-01-02	100,227	82,000	7.349
PUBLIC SERVICE ELECTRIC & GAS CO	75	7.750	08-15-96	75,000	63,285	7.750
CENTRAL TELEPHONE CO OF FLORIDA	50	7.650	02-01-97	50,000	41,690	7.050
WISCONSIN TELEPHONE	240	7.250	02-01-07	242,370	191,400	7.149
SUBCLASS TOTAL	815			815,168	699,250	
SECURITY TOTAL	1,830			1,826,037	1,660,703	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	35	3.500	11-15-80	34,882	32,988	3.854
US TREASURY BONDS	50	3.500	11-15-90	49,765	47,125	3.683
US TREASURY BONDS	30	3.500	11-15-93	30,000	25,314	3.500
US TREASURY NOTES	65	6.250	08-15-79	65,000	64,675	6.250

VOLUNTEER FIREMAN'S FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
SUBCLASS TOTAL	180			179,647	170,102	
SECURITY TOTAL	180			179,647	170,102	
OTHER INVESTMENTS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	71	.000	00-00-00	71,477	71,477	
SECURITY TOTAL	71			71,477	71,477	
FUND TOTAL	2,081			2,077,161	1,902,282	

PERMANENT COAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
COALFIELD BONDS FINANCIAL						
ROCKWELL	500	9.375	06-15-09	500,000	503,750	9.375
COASTAL POWER	500	9.375	04-01-09	498,759	506,850	9.400
DAKOTA COAL MINING	300	8.875	11-15-00	298,530	208,750	8.923
DIAMOND STEELCOCK CORP	500	8.500	04-01-08	490,413	460,000	8.690
DAVY CHEMICAL CO	200	8.625	02-15-03	198,471	187,080	8.700
HERSHEY FOODS	300	9.500	03-15-09	298,886	303,000	9.538
INDUSTRIAL MARY CREDIT	300	9.375	05-15-84	299,332	296,220	9.438
SHELL OIL US ATLANTIC PP	444	9.300	03-07-02	444,327	442,149	9.300
GOODYEAR CORP	300	9.350	11-11-03	300,000	297,030	9.350
ILLINOIS INC	200	8.500	04-01-06	197,378	187,740	8.630
SUBCLASS TOTAL	3,544			3,526,096	3,472,629	
COAL AND INSURANCE						
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,318	495,000	9.450
GROCEER DELICIOUS CORP	500	8.600	12-01-02	497,653	449,400	8.648
SUBCLASS TOTAL	1,000			993,971	944,400	
OTHER FINANCIAL						
CLAREFICAL CORP	200	8.350	02-15-88	200,000	187,740	8.350
CLAREFICAL CORP	100	8.350	02-15-88	100,000	91,870	8.350
FOOD MOTOR CREDIT NOTES	200	8.375	05-01-84	199,516	182,500	8.439
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800
SUBCLASS TOTAL	1,000			997,135	876,610	
UTILITIES						
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	191,500	9.100
BALTIMORE GAS & ELECTRIC	300	9.375	07-01-08	300,000	292,500	9.375
DUKES POWER & POWER	500	10.125	02-01-09	494,435	505,000	10.244
EL PASO ELECTRIC PP	500	9.950	05-01-04	500,000	495,300	9.950
GENERAL INVESTMENT CO OF CALIFORNIA	200	8.875	04-01-08	197,515	186,500	9.000
INDUSTRIAL POWER	500	9.000	08-15-03	500,000	467,500	9.000
INDUSTRIAL POWER & LIGHT	500	9.750	01-15-09	495,267	434,400	9.849
INDUSTRIAL STATES TEL & TEL	500	8.625	04-01-10	495,155	467,100	8.710
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,751	508,750	10.149
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	502,100	9.875
PUBLIC SERVICE CO COLORADO	100	9.250	10-01-08	100,000	97,130	9.250

PERMANENT COAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PUBLIC SERVICE ELECTRIC & GAS	300	9.375	11-01-08	302,212	293,910	9.299
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-09	495,028	510,000	10.231
SOUTHERN CALIFORNIA Edison CO	500	9.625	11-01-03	496,585	498,100	9.700
SOUTHWESTERN PUBLIC SERVICE	150	8.750	03-01-08	150,000	150,875	8.750
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-05	496,539	503,400	9.571
UTAH POWER & LIGHT CO	300	9.125	05-01-08	300,000	286,140	9.125
VIRGINIA ELECTRIC & POWER	200	9.625	07-01-03	200,000	193,860	9.625
SUBCLASS TOTAL	6,750			6,721,487	6,633,065	
CANADIAN						
BELL TELEPHONE OF CANADA	400	9.000	01-15-08	400,000	371,000	9.000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	494,094	489,350	9.750
SUBCLASS TOTAL	900			894,094	860,350	
SECURITY TOTAL	13,194			13,132,783	12,887,054	
GOVERNMENT AGENCIES US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.500	10-13-87	500,000	456,250	7.500
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.530	09-12-33	498,750	482,500	8.530
US GO SHIP FINANCING BONDS LONG SERIES	500	8.200	12-12-62	500,000	460,250	8.200
SUBCLASS TOTAL	1,500			1,498,750	1,399,000	
SECURITY TOTAL	1,500			1,498,750	1,399,000	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	2,276	.000	00-00-00	2,275,889	2,275,889	
SECURITY TOTAL	2,276			2,275,889	2,275,889	
FUND TOTAL	16,970			16,907,422	16,561,913	

UNIV. OF MONTANA FIELD HOUSE FUND

CURRENCY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	4	4.000	02-15-80	3,472	3,395	5.787
US TREASURY BONDS	7	4.000	02-15-80	6,455	6,305	5.324
US TREASURY BONDS	4	3.250	06-15-83	3,905	3,445	4.109
SUBCLASS TOTAL	15			13,832	13,145	
SECURITY TOTAL	15			13,832	13,145	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	112	.000	00-00-00	111,633	111,633	
SECURITY TOTAL	112			111,633	111,633	
FUND TOTAL	127			125,465	124,778	

UNIV. OF MONTANA POOL FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	1	4.000	02-15-80	992	970	5.787
US TREASURY BONDS	2	4.000	02-15-80	1,968	1,910	5.212
US TREASURY BONDS	2	3.250	06-15-83	1,952	1,722	4.109
SUBCLASS TOTAL	5			4,932	4,632	
SECURITY TOTAL	5			4,932	4,632	
OTHER HOLDERS						
SHORT TERM INVESTMENT POOL						
	15	.000	00-00-00	15,122	15,122	
SUBCLASS TOTAL	15			15,122	15,122	
SECURITY TOTAL	15			15,122	15,122	
FUND TOTAL	20			20,054	19,754	

MONTANA STATE UNIV. TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
TIME CERTIFICATES OF DEPOSIT						
WESTERN INDIANA NATL BANK MISSOULA CD	250	10.250	12-03-79	250,000	250,000	10.250
SUBCLASS TOTAL	250			250,000	250,000	
SECURITY TOTAL	250			250,000	250,000	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	16	6.375	02-15-82	16,000	15,059	6.375
SUBCLASS TOTAL	16			16,000	15,059	
SECURITY TOTAL	16			16,000	15,059	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	330	.000	00-00-00	329,637	329,637	
SECURITY TOTAL	330			329,637	329,637	
FUND TOTAL	596			595,637	594,696	

LONG RANGE BUILDING SINKING FUND

CURRENCY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS							
US REPURCHASE AGREEMENTS							
US TREASURY BILLS							
SUBCLASS TOTAL		665	.000	11-13-79	604,483	642,643	9.050
SECURITY TOTAL		665			604,483	642,643	
GOVERNMENT BONDS							
US GOVERNMENT OBLIGATIONS							
US TREASURY NOTES							
SUBCLASS TOTAL		500	8.000	08-15-86	500,000	480,469	8.000
SECURITY TOTAL		500			500,000	480,469	
GOVERNMENT AGENCIES							
US GOVERNMENT SECURITIES							
FEDERAL NATIONAL MORTGAGE ASSOCIATION							
BANKS FOR COOPERATIVES		250	7.250	03-10-80	250,000	245,950	7.240
TWELVE FEDERAL LAND BANKS		1,000	6.850	04-01-81	999,452	963,700	6.890
TWELVE FEDERAL LAND BANKS		125	7.100	01-20-81	125,000	121,250	7.100
SECURITY TOTAL		500	7.200	01-20-83	499,807	471,250	7.213
SUBCLASS TOTAL		1,875			1,874,259	1,802,150	
SECURITY TOTAL		1,875			1,874,259	1,802,150	
FUND TOTAL		3,040			2,978,742	2,925,262	

EASTERN MONTANA COLLEGE TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MODERN MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
US TREASURY BILLS	60	.000	09-18-79	55,177	53,793	7.950
US TREASURY BILLS	30	.000	02-05-80	27,313	21,391	9.400
US TREASURY BILLS	190	.000	05-27-80	172,710	171,633	9.000
US TREASURY BILLS	60	.000	05-27-80	54,540	55,147	9.000
US TREASURY BILLS	50	.000	05-27-80	45,450	45,956	9.000
US TREASURY BILLS	150	.000	08-23-79	146,596	148,066	9.500
SUBCLASS TOTAL	540			501,786	510,986	
SECURITY TOTAL	540			501,786	510,986	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	398	.000	00-00-00	398,195	398,195	
SECURITY TOTAL	398			398,195	398,195	
FUND TOTAL	938			899,981	909,181	

COMMON SCHOOL I & I FUND

TO DATE		PAR VALUE (000)	INTEREST RATE	MAJORITY DATE	COST	MARKET VALUE	YIELD
PROPERTY MARKET INSTRUMENTS							
US REPUBLICAN ASSOCIATES							
US REPUBLICAN ASSOCIATES		860	.000	02-05-80	792,572	813,863	9.440
US REPUBLICAN ASSOCIATES		1,550	.000	02-05-80	1,428,453	1,430,817	9.490
US REPUBLICAN ASSOCIATES		1,400	.000	02-05-80	1,302,866	1,321,304	9.390
SUBCLASS TOTAL		3,310			3,536,891	3,605,604	
US BANKERS ACCEPTANCE							
BANKERS ACCEPTANCE CITIDANK SF		1,000	10.000	07-31-79	984,167	991,062	10.000
BANKERS ACCEPTANCE CITIDANK LA		1,000	.000	09-01-79	979,701	981,582	9.875
BANKERS ACCEPTANCE WELLS FARGO		1,000	9.700	07-17-79	995,150	985,125	9.700
SUBCLASS TOTAL		3,000			2,959,018	2,967,769	
SECURITY TOTAL		6,310			6,492,909	6,573,373	
GOVERNMENT SECURITIES							
US GOVERNMENT SECURITIES							
FEDERAL FARM CREDIT BANKS		2,000	10.100	02-04-80	1,996,465	1,990,000	10.420
SUBCLASS TOTAL		2,000			1,996,465	1,990,000	
SECURITY TOTAL		2,000			1,996,465	1,990,000	
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL							
SHORT TERM INVESTMENT POOL		2,796	.000	00-00-00	2,795,506	2,795,506	
SUBCLASS TOTAL		2,796			2,795,506	2,795,506	
SECURITY TOTAL		2,796			2,795,506	2,795,506	
FUND TOTAL		11,606			11,284,030	11,358,879	

GAME WARDENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ATLANTIC REFINED	25	7.750	12-15-03	25,000	27,040	7.750
CHRYSLER FINANCIAL CO	20	7.400	04-01-97	20,000	17,326	7.400
GEORGETOWN CO	100	8.350	04-01-05	100,000	100,000	8.850
GOODYEAR TIRE & RUBBER CO	25	8.500	07-15-01	24,227	21,530	8.850
ROCKWELL INTERNATIONAL	25	10.200	03-15-92	25,000	23,906	10.200
SUBCLASS TOTAL	195			194,227	188,802	
BANKS AND INSURANCE						
CITICORP NOTES	100	8.125	07-01-07	99,066	87,470	8.215
NORTHWEST BANK CORPORATION	20	7.750	03-15-03	20,000	16,882	7.750
SUBCLASS TOTAL	120			119,066	104,352	
OTHER FINANCIAL						
COMMERCIAL CREDIT CORP	40	7.750	02-15-92	39,743	33,996	7.851
GLOBAL MOTOR ACCEPTANCE CORP	100	7.350	01-15-87	100,000	89,340	7.350
INTERNATIONAL INVESTMENT CREDIT CORP	40	7.500	01-15-94	39,861	32,156	7.550
SUBCLASS TOTAL	180			179,604	155,492	
TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	75	8.050	10-15-80	75,000	73,598	8.050
NATURAL GAS PIPELINE OF AMERICA	25	8.350	09-01-93	25,000	22,283	8.350
SUBCLASS TOTAL	100			100,000	95,881	
RAILROADS						
DENVER RIO GRANDE RAILROAD	35	7.250	11-01-82	35,124	32,879	7.100
UNION PACIFIC CORP	50	8.400	03-01-01	50,000	45,610	8.400
SUBCLASS TOTAL	85			85,124	78,489	

GAME WARDENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
AMERICAN TEL & TEL	140	4.375	05-01-99	140,404	82,250	4.347
AMERICAN TEL & TEL	10	4.375	05-01-99	10,016	5,875	4.360
AMERICAN TEL & TEL	10	8.750	05-15-00	9,824	9,675	8.981
CAROLINA TEL & TEL	25	8.100	11-01-03	25,000	21,845	8.100
CHESAPE & POTOMAC TEL MARYLAND	20	6.625	10-01-08	20,053	15,176	6.599
DE FROIT EDISON CO	50	7.375	11-15-01	49,435	37,375	7.501
DE HOLLAND CO	30	9.875	05-01-04	29,813	28,599	9.954
DUCHEGNE LIGHT CO	19,220	7.000	01-01-99	19,029	15,250	7.040
GENERAL TELEPHONE CO OF CALIFORNIA	20	4.500	03-01-95	20,000	12,350	4.500
GENERAL TELEPHONE CO OF NORTHWEST	50	7.675	05-01-02	50,335	41,675	7.798
IDAH0 POWER CO	100	9.000	03-11-08	98,786	93,500	9.122
KANSAS CITY POWER & LIGHT CO	25	5.750	05-15-97	25,061	17,438	5.723
KENTIANA POWER CO	100	10.500	08-01-05	100,000	103,500	10.500
MOUNTAIN STATES TEL & TEL	30	8.625	03-01-04	30,066	26,925	8.599
MOUNTAIN STATES TEL & TEL	100	9.875	01-01-07	99,297	88,750	9.948
MOUNTAIN STATES TEL & TEL	50	5.000	01-01-00	51,413	31,410	4.749
ONTO BELL TELEPHONE CO	25	6.000	03-01-07	25,000	17,313	5.950
PACIFIC NORTHWEST BELL TELEPHONE	45	6.750	06-01-13	45,177	34,484	7.750
PACIFIC NORTHWEST BELL TELEPHONE	25	6.750	07-01-08	25,266	34,484	6.713
POTOMAC ELECTRIC POWER CO	40	8.625	12-01-07	41,939	15,063	6.646
PUBLIC SERVICE CO COLORADO	50	5.875	10-01-10	42,567	34,640	8.113
SOUTHERN BELL TEL & TEL CO	25	5.375	05-01-02	25,000	34,065	7.505
SOUTHWESTERN BELL TELEPHONE	25	4.375	05-01-96	24,957	17,033	5.375
SOUTHWESTERN BELL TELEPHONE	15	6.750	03-01-03	15,484	14,125	4.388
SOUTHWESTERN BELL TELEPHONE	20	8.250	06-01-08	19,172	11,505	6.458
			01-01-17		18,056	8.632
SUBCLASS TOTAL	1,075			1,069,024	853,350	

CANADIAN

MUNICIPAL FINANCE AUTHORITY OF BC
NOVA SCOTIA POWER CORP

SUBCLASS TOTAL

SECURITY TOTAL

GOVERNMENT ACTIVITIES

US GOVERNMENT ACTIVITIES

AMERICAN CREDITUAL LINES US GO
FEDERAL NATIONAL MORTGAGE ASSOCIATION
US GO SHIP FINANCING BONDS LACIMAR HULL
US GO SHIP FINANCING BONDS LNG ARIES

50 8.500 07-15-01 50,000 46,940 8.500
25 5.200 01-19-82 25,000 27,530 5.200
100 8.625 12-31-01 100,000 93,390 8.625
100 8.200 12-13-02 100,000 92,050 8.200

98 8.875 05-01-01 98,000 91,201 8.875
125 8.125 07-15-98 124,743 105,775 8.150
223 222,743 196,976
1,978 1,969,788 1,676,342

GAME WARDENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SUBCLASS TOTAL	275			275,000	256,910	
SECURITY TOTAL	275			275,000	256,910	
OTHER HOLDINGS						
MORTGAGES						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	38	.000	00-00-00	37,698	37,698	
SECURITY TOTAL	128	.000	00-00-00	128,347	128,347	
FUND TOTAL	166			166,045	166,045	
	166			166,045	166,045	
	2,419			2,410,833	2,060,007	

SOCIAL SECURITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
UTILITIES						
GENERAL TELEPHONE CO OF KENTUCKY	500	7.750	10-01-01	497,682	414,400	7.804
SUBCLASS TOTAL	500			497,682	414,400	
SECURITY TOTAL	500			497,682	414,400	
HIGHLY MARKETABLE INSTRUMENTS						
US REPURCHASE AGREEMENTS						
REPO BANK OF AMERICA S F	1,655	10 100	07-02-79	1,655,000	1,655,000	10.100
SUBCLASS TOTAL	1,655			1,655,000	1,655,000	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCE CHASE MANHATTAN NY	3,000	9.800	08-15-79	2,950,183	2,961,812	9.800
BANKERS ACCEPTANCE CHASE MANHATTAN	1,500	.000	07-20-79	1,487,688	1,411,400	9.850
BANKERS ACCEPTANCE HM NATL BANK MINN.	2,000	9.920	08-14-79	1,959,218	1,975,083	9.920
BANKERS ACCEPTANCE HM NATL BANK MINN.	2,350	10.030	07-10-79	2,323,973	2,311,900	10.030
BANKERS ACCEPTANCE HORGAN GUARANTY	1,500	.000	08-13-79	1,700,890	1,411,311	9.850
SUBCLASS TOTAL	10,350			10,703,952	10,751,184	
SECURITY TOTAL	12,505			12,350,952	12,463,184	
GOVERNMENT SECURITIES						
US GOVERNMENT SECURITIES						
AMERICAN COMMERCIAL LINES US GG	150	8.500	07-15-01	150,000	140,820	8.500
SUBCLASS TOTAL	150			150,000	140,820	
SECURITY TOTAL	150			150,000	140,820	
FUND TOTAL	13,155			13,006,634	12,514,104	

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
COMMERCIAL BONDS						
INDUSTRIAL						
AMERICAN CYANAMID CO	50	8.375	03-15-06	49,777	49,875	8.420
ATLANTIC REEFIELD	25	7.750	12-15-03	25,000	27,040	7.750
CUMMINS ENGINE CO	40	7.400	04-01-97	40,000	31,652	7.400
GE CORP (A) INC	100	8.850	04-01-05	100,000	101,000	8.850
RCA CORPORATION	25	10.200	08-15-92	25,000	24,906	10.200
STUDENBAKER MACHINING	100	9.350	11-15-03	100,000	99,030	9.350
SUBCLASS TOTAL	340			339,777	327,503	
BANKS AND INSURANCE						
BANK OF AMERICA CORP	100	8.350	05-15-07	100,000	90,580	8.350
HORTIMEST BANKCORPORATION	50	7.750	03-15-03	60,000	50,646	7.750
SUBCLASS TOTAL	150			160,000	141,226	
OTHER FINANCIAL						
BENEFICIAL CORP	100	8.350	02-15-88	100,000	93,870	8.350
COMMERCIAL CREDIT CORP	25	7.750	02-15-92	24,839	21,248	7.851
SUBCLASS TOTAL	125			124,839	115,118	
TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	100	8.050	10-15-80	100,000	98,130	8.050
LAKEHEAD PIPELINE CO INC	15	7.600	06-15-97	15,000	12,920	7.600
SUBCLASS TOTAL	115			115,000	111,050	
RAILROADS						
DENVER RIO GRANDE RAILROAD	30	7.250	11-01-82	30,106	26,182	7.100
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.375
SUBCLASS TOTAL	130			130,106	117,632	

MONTANA JUDGES' RETIREMENT FUND

CURRICY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
AMERICAN TEL & TEL	13	8.750	05-15-00	12,279	12,094	8.981
CARGINA TEL & TEL	25	8.100	11-01-03	25,000	21,845	8.100
CHESAPE & POTOMAC TEL MARYLAND	30	6.625	10-01-08	30,081	22,764	6.599
CONNECTICUT LIGHT & POWER CO	35	6.500	01-01-98	35,000	25,163	6.500
DETROIT ELEC CO	50	7.375	11-15-01	49,440	37,375	7.501
DETROIT ELEC CO	30	9.375	05-01-04	29,813	28,599	9.954
DUCQUESNE LIGHT CO	35	7.000	01-01-99	34,877	26,688	7.040
HAWAIIAN ELECTRIC CO	50	8.350	12-01-03	50,000	42,815	8.350
MINNESOTA POWER & LIGHT	50	8.350	09-01-07	50,000	43,625	8.350
NEW HAMPSHIRE POWER CO	25	8.625	03-01-04	25,035	22,438	8.599
PENNSYLVANIA POWER CO	100	9.875	01-01-09	99,297	61,750	9.948
PORTLAND POWER CO TEL & TEL	100	6.000	08-01-07	100,000	67,250	6.000
PORTLAND POWER CO TEL & TEL	90	6.000	08-01-07	90,000	62,325	5.950
PORTLAND POWER CO TEL & TEL	20	7.750	06-01-13	20,000	16,954	7.750
PORTLAND POWER CO TELEPHONE	15	7.000	01-01-09	15,000	11,795	7.000
PORTLAND POWER CO TELEPHONE	38	6.750	07-01-08	38,149	29,119	6.713
PACIFIC POWER & ELECTRIC	100	10.125	08-01-12	99,750	101,790	10.149
PACIFIC POWER & ELECTRIC TELEPHONE	35	6.750	12-01-07	35,632	29,669	6.575
UNITED TELEPHONE CO OF OHIO	30	7.600	08-01-02	30,000	21,639	7.600
UNITED TELEPHONE CO OF OHIO	150	9.125	05-01-08	150,000	143,070	9.125
SUBCLASS TOTAL	1,021			1,019,373	858,086	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	91,201	8.875
SUBCLASS TOTAL	98			98,000	91,201	
SECURITY TOTAL	1,989			1,987,035	1,769,816	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN OVERSEAS LINES US GO	50	8.500	07-15-01	50,000	46,940	8.500
FARMERS TRUST ADMINISTRATION NOTES PP	23	8.750	12-26-94	22,623	21,381	8.750
US GO SHIP FINANCING BONDS LONG ARIES	100	8.200	12-13-02	100,000	92,050	8.200
SUBCLASS TOTAL	173			172,623	160,871	
SECURITY TOTAL	173			172,623	160,871	

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	PL, FFI VALUE	YIELD
OTHER HOLDINGS						
MORTGAGES						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	75	.000	00-00-00	75,070	75,070	
SECURITY TOTAL	89	.000	00-00-00	88,752	88,752	
FUND TOTAL	164			163,822	163,822	
	164			163,822	163,822	
	2,326			2,323,540	2,088,509	

HAIL INSURANCE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
FIRESTONE TIRE & RUBBER CO	350	7.300	10-15-01	350,000	275,135	7.300
SUBCLASS TOTAL	350			350,000	275,135	
SECURITY TOTAL	350			350,000	275,135	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL LAND BANKS	200	7.600	04-20-87	199,692	184,250	7.627
SUBCLASS TOTAL	200			199,692	184,250	
SECURITY TOTAL	200			199,692	184,250	
OTHER BONDS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	2,277	.000	00 00 00	2,276,626	2,276,626	
SECURITY TOTAL	2,277			2,276,626	2,276,626	
FUND TOTAL	2,827			2,826,318	2,755,011	

SUBSEQUENT INJURY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN BRANDS INC	150	8.125	03-01-85	147,687	142,965	8.520
ARCO STEEL	100	8.500	09-01-01	99,734	90,800	8.530
BIRKSHEY FOODS	100	9.500	03-15-09	99,628	101,000	9.538
QUEEN'S ILLINOIS	100	9.350	11-01-99	100,000	99,500	9.350
SUBCLASS TOTAL	450			447,049	434,265	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	200	8.125	10-15-07	199,056	180,260	8.169
MANUFACTURER'S HANOVER CORP	200	8.125	08-15-07	198,827	171,880	8.180
NORTHEAST B. CORPORATION	100	7.875	09-15-86	99,910	92,125	7.890
US BANCORP	150	7.750	02-15-87	150,000	134,445	7.750
SUBCLASS TOTAL	650			647,793	531,710	
OTHER FINANCIAL						
GENERAL ELECTRIC CREDIT CORP	100	8.250	02-15-86	99,669	94,170	8.320
GENERAL MOTORS ACCEPTANCE CORP	100	8.000	01-15-02	100,000	88,410	8.000
SEARS ROEBUCK ACCEPTANCE CORP	375	8.375	12-31-86	374,528	346,913	8.400
SUBCLASS TOTAL	575			574,197	509,503	
RAILROADS						
UNION TANK CAR CO	100	8.600	12-15-81	100,000	97,420	8.600
SUBCLASS TOTAL	100			100,000	97,420	
UTILITIES						
IDAH0 POWER CO	100	9.000	08-15-08	98,786	93,500	9.122
PUBLIC SERVICE ELECTRIC & GAS CO	6	7.750	08-15-96	6,000	5,063	7.750
SUBCLASS TOTAL	106			104,786	98,563	
SECURITY TOTAL	1,881			1,873,825	1,751,491	

SUBSEQUENT INJURY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	27	6.250	08-15-79	27,000	26,865	6.250
US TREASURY NOTES	8	6.250	08-15-79	8,001	7,960	6.100
SUBCLASS TOTAL	35			35,001	34,825	
SECURITY TOTAL	35			35,001	34,825	
OTHER INVESTMENTS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	50	.000	00-00-00	50,332	50,332	
SECURITY TOTAL	50			50,332	50,332	
FUND TOTAL	1,966			1,959,150	1,836,648	

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ATLANTIC RICHFIELD	35	7.750	12-15-03	35,000	30,856	7.750
CONTINENTAL OIL CO	100	8.875	06-01-01	99,761	97,120	8.900
CUMMINS INC CO	100	7.400	04-01-97	100,000	86,630	7.400
CUMMINS ENGINE CO	25	7.400	04-01-97	25,000	21,658	7.400
DOW CHEMICAL CO	100	7.875	07-15-07	99,298	88,090	7.941
PARAFFIN OIL CO DIOS	100	8.500	11-01-06	99,544	92,620	8.550
ARMO CORP & CO	100	9.625	03-15-04	99,753	97,000	9.651
501 CORP & CO	200	8.350	04-01-05	200,000	200,000	8.850
K & CORP & CO	25	10.200	06-15-92	25,000	25,906	10.200
CHARMIN INDUSTRIES	100	9.450	12-01-99	100,000	86,870	9.450
LABORER VEST FUND	20	9.450	12-01-99	20,000	17,374	9.450
STUDEBAKER CORPORATION	200	9.350	11-15-03	200,000	191,060	9.350
UNION OIL CO OF CALIFORNIA	200	8.625	03-01-06	198,666	169,000	8.695
SUBCLASS TOTAL	1,305			1,302,042	1,231,184	
BANKS AND INSURANCE						
AEGHA LIFE & CASUALTY CO	100	8.125	10-15-07	99,528	90,130	8.169
BANK OF AMERICA CORP	100	8.350	05-15-07	100,000	90,580	8.350
CHEMICAL FERTILIZER CORP	100	8.250	09-01-02	99,510	88,790	8.300
FIRST BANK SYSTEM NOTES	100	6.750	09-15-79	100,000	99,340	6.750
NORTHEAST DISCORPORATION	45	7.750	03-15-03	45,000	37,935	7.750
SUBCLASS TOTAL	445			444,038	406,825	
OTHER FINANCIAL						
RECREATIONAL CORP	25	8.000	06-15-01	25,000	23,825	8.000
DIAMONDAIR CORP	50	8.000	06-15-01	50,000	47,650	8.000
RECREATIONAL CORP	100	8.350	02-15-88	100,000	93,470	8.350
GENERAL FINANCIAL ACCEPTANCE CORP	100	8.000	01-15-02	100,000	88,410	8.000
INTERMEDIATE HARVESTER CREDIT CORP	100	7.500	01-15-94	99,653	80,590	7.550
SUBCLASS TOTAL	375			374,653	334,145	
TRANSPORTATION EXCEPT RAILROADS						
EXXON PIPELINE CO NOTES	100	8.050	10-15-80	100,000	98,130	8.050
LAKEHEAD PIPELINE CO INC	35	7.600	06-15-97	35,000	30,146	7.600
NATURAL GAS PIPELINE OF AMERICA	40	8.350	09-01-93	40,000	35,652	8.350

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
SUBCLASS TOTAL	175			175,000	163,928	
RAILROADS						
DENVER RIO GRANDE RAILROAD	35	7.250	11-01-82	35,124	32,879	7.100
SOUTHERN RAILWAY	200	7.000	01-15-81	200,000	192,820	7.000
UNION PACIFIC CORP	100	6.400	03-01-01	100,000	91,220	8.100
SUBCLASS TOTAL	335			335,124	316,919	
UTILITIES						
ALABAMA POWER CO	40	7.875	04-01-02	40,627	30,716	7.700
AMERICAN TEL & TEL	20	7.000	02-15-01	19,892	16,376	7.060
BALTIMORE GAS & ELECTRIC CO	20	6.125	08-01-97	18,719	14,600	6.939
BALTIMORE GAS & ELECTRIC	25	8.375	09-15-06	25,184	22,448	8.300
CALIFORNIA ELECTRIC POWER CO	100	5.135	05-01-90	87,319	71,130	7.202
CAROLINA TEL & TEL	50	8.100	11-01-03	50,000	43,690	8.100
CHESAPEAKE & POTOMAC TEL MARYLAND	15	6.625	10-01-08	15,019	11,382	6.599
DETROIT EDISON CO	10	8.125	06-15-01	9,563	8,157	8.170
DILLON EDISON CO	40	9.875	03-01-04	40,751	38,132	9.954
GENERAL TELEPHONE CO OF NORTHWEST	40	7.875	03-01-02	40,268	33,500	7.798
HARTFORD ELECTRIC LIGHT CO	50	5.625	01-01-97	45,322	33,125	7.248
IDAHO POWER CO	100	9.000	08-15-08	93,796	93,500	9.122
KANSAS CITY POWER & LIGHT CO	17	9.125	06-01-00	16,911	16,193	9.199
METROPOLITAN EDISON CO	200	5.750	06-01-96	172,514	123,500	7.500
MICHIGAN BELL TELEPHONE CO	100	6.375	02-01-05	100,540	71,890	6.319
NICHOLSON BELL TELEPHONE CO	10	7.750	06-01-11	9,993	8,494	7.800
NINTH TA POWER & LIGHT	150	10.500	08-01-05	150,000	155,250	10.500
PORTLAND POWER CO	45	8.625	03-01-04	45,089	40,383	8.599
PORTLAND POWER CO	100	9.875	01-01-09	99,297	63,750	9.948
NORTHEAST STATES TEL & TEL	50	7.750	06-01-13	50,000	42,485	7.750
NORTHERN BELL TELEPHONE	100	7.375	03-01-02	100,229	52,000	7.349
PACIFIC GAS & ELECTRIC	30	7.000	01-01-09	30,167	23,589	6.944
PACIFIC NORTHWEST BELL TELEPHONE	100	10.125	08-01-12	99,750	101,750	10.149
PACIFIC TEL & TEL CO	28	7.750	08-01-09	28,000	23,929	7.750
POTOMAC ELECTRIC POWER CO	65	6.500	07-01-03	65,652	40,924	6.386
PUBLIC SERVICE CO OF NEW HAMPSHIRE	50	5.875	05-01-02	42,597	31,065	7.505
PUBLIC SERVICE ELECTRIC & GAS CO	125	7.125	11-01-90	120,015	94,850	7.602
PUBLIC SERVICE ELECTRIC & GAS CO	30	7.750	05-15-96	30,235	25,114	7.646
PUBLIC SERVICE ELECTRIC & GAS CO	80	7.300	06-12-96	80,000	71,501	7.750
SOUTHERN BELL PUBLIC SERVICE	100	8.750	03-01-08	100,000	93,250	8.750
UNITED TELEPHONE CO OF OHIO	15	7.600	08-01-02	15,000	12,320	7.600
UTAH POWER & LIGHT CO	150	9.125	05-01-08	150,000	145,070	9.125

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
WISCONSIN PUBLIC SERVICE CORP	45	8.250	05-01-01	45,182	40,334	8.199
SUBCLASS TOTAL	2,100			2,040,051	1,754,606	
CANADIAN						
MANITOBA HYDRO ELECTRIC BOARD	200	9.250	01-15-06	198,229	191,240	9.350
SUBCLASS TOTAL	200			198,229	191,240	
SECURITY TOTAL	4,935			4,869,137	4,393,816	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	28	6.250	08-15-79	23,000	27,860	6.250
SUBCLASS TOTAL	28			23,000	27,860	
SECURITY TOTAL	28			23,000	27,860	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES US GG	100	8.500	07-15-01	100,000	93,880	8.500
FARMERS HOME ADMINISTRATION NOTES PP	51	8.750	02-24-95	51,005	49,311	8.750
GLOBAL MARINE DEEPWATER DRILLING GG	100	8.500	03-01-98	100,000	94,810	8.500
US GG SHIP FINANCING BONDS HARBOR TUG	125	8.150	03-15-01	125,000	114,800	8.150
US GG SHIP FINANCING BONDS LNG ARIES	100	8.200	12-10-02	100,000	92,050	8.200
SUBCLASS TOTAL	476			476,005	444,851	
SECURITY TOTAL	476			476,005	444,851	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	190	.000	00-00-00	190,396	190,396	
SUBCLASS TOTAL	190			190,396	190,396	
SECURITY TOTAL	190			190,396	190,396	
FUND TOTAL	5,629			5,563,538	5,061,953	

RESOURCE INDEMNITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
CONTINENTAL OIL CO	500	8.875	06-01-01	498,904	475,600	8.900
DIAMOND SHAMROCK CORP	100	8.500	04-01-08	92,083	92,000	8.690
INDEPENDENT ROAD CO	200	8.750	05-01-85	199,650	184,220	8.796
KERR MOTT CORP	300	8.000	07-01-83	293,062	293,150	8.107
KERR MOTT CORP	500	8.500	06-01-06	376,630	462,500	8.570
RODOLPH CO	500	8.750	05-15-08	376,988	411,250	8.808
SHAW-KROBUECK & CO	300	8.000	01-01-06	279,330	270,000	8.020
SHUTT INTERNATIONAL	500	9.850	05-15-04	500,000	512,500	9.350
Stellor Corp	500	9.125	05-01-85	500,000	490,650	9.125
SUBCLASS TOTAL	3,400			3,386,647	3,276,870	
BANKS AND INSURANCE						
CITICORP NOTES	400	8.125	07-01-07	396,265	349,880	8.215
MANUFACTURERS HANOVER NOTES	500	8.375	12-01-82	500,000	485,950	8.375
HARTFORDERS HANOVER CORP	100	8.125	03-15-07	99,413	87,440	8.180
SUBCLASS TOTAL	1,000			995,678	913,270	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	450,100	8.300
BENEFICIAL CORP	150	8.350	02-15-88	150,000	140,805	8.350
GENERAL ELECTRIC CREDIT	500	8.875	05-01-82	500,000	492,100	8.875
GENERAL ELECTRIC CREDIT	150	8.875	06-01-99	149,551	143,850	8.910
GENERAL ELECTRIC CREDIT	100	8.875	06-01-99	99,701	95,900	8.910
GENERAL ELECTRIC CREDIT	100	8.875	06-01-99	99,701	95,900	8.910
NATIONAL RURAL UTILITIES	200	9.750	04-01-09	199,048	201,000	9.800
SUBCLASS TOTAL	1,700			1,698,001	1,619,655	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.350
SUBCLASS TOTAL	100			100,000	91,450	

RESOURCE INDEMNITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
BALTIMORE GAS & ELECTRIC	200	9.375	07-01-08	200,000	195,000	9.375
CONROHEALTH EDISON COMPANY PP	500	9.125	06-01-98	500,000	485,750	9.125
EL PASO ELECTRIC PP	500	9.950	05-01-04	500,000	495,000	9.950
NORTHERN NATURAL GAS CO	500	9.000	05-01-85	453,535	487,800	9.079
PACIFIC GAS & ELECTRIC	200	10.125	08-01-12	199,501	203,500	10.119
PACIFIC TEL & TEL	200	9.875	02-15-16	200,000	200,840	9.875
PUBLIC SERVICE ELECTRIC & GAS	250	8.450	09-01-06	250,000	225,200	8.450
SOUTH CENTRAL BELL TELEPHONE	500	8.250	03-01-17	459,403	451,450	8.260
UTAH POWER & LIGHT CO	500	9.125	05-01-08	500,000	476,500	9.125
SUBCLASS TOTAL	3,350			3,247,445	3,221,740	
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	500	8.375	06-15-07	500,000	443,438	8.375
MANITOBA HYDRO ELECTRIC BOARD	200	9.250	01-15-06	195,229	191,240	9.250
MANITOBA HYDRO ELECTRIC BOARD	500	9.250	06-30-01	497,798	478,100	9.302
QUEBEC HYDRO	100	10.150	01-11-05	100,000	101,503	10.250
SUBCLASS TOTAL	1,300			1,296,027	1,214,341	
SECURITY TOTAL	10,850			10,825,798	10,347,326	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES US GG	349	8.500	07-15-01	349,000	327,641	8.500
FEDERAL NATIONAL MORTGAGE ASSOCIATION	250	9.700	09-10-81	250,000	251,641	9.700
US CG SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	91,840	8.150
US CG SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	91,840	8.150
US CG SHIP FINANCING BONDS INDIANA	193	8.050	01-15-98	193,000	176,923	8.050
US CG SHIP FINANCING BONDS LNG ARIES	200	8.200	12-13-02	200,000	181,100	8.200
SUBCLASS TOTAL	1,192			1,122,000	1,123,935	
SECURITY TOTAL	1,192			1,192,000	1,123,905	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	544	.000	00-00-00	544,107	541,107	
SECURITY TOTAL	544			544,107	541,107	
FUND TOTAL	12,586			12,561,905	12,015,418	

MONEY MARKET INSTRUMENTS	PAR VALUE	INTEREST	MATURITY	COST	MARKET VALUE	YIELD
	(000)	RATE	DATE			
U. S. Treasury Notes	<u>163</u>	8.750	11-15-88	<u>\$ 159,674</u>	<u>\$ 161,663</u>	9.082%
TOTAL INVESTMENTS	<u>163</u>			<u>\$ 159,674</u>	<u>\$ 161,663</u>	9.082%

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
CERTIFICATES OF DEPOSIT							
First National Bank - Great Falls	\$ 2,583	7.50	01-31-81			\$ 2,583	7.50
First National Bank - Great Falls	8,000	7.50	04-02-81			8,000	7.50
First National Bank - Great Falls	5,000	7.50	01-13-82			5,000	7.50
First National Bank - Great Falls	600	6.50	09-19-79			600	6.50
TOTAL	\$ 16,183					\$ 16,183	
CORPORATE BONDS							
Montana Dakota Utilities	\$ 1,000	7.125	11-01-93			\$ 814	9.53
Montana Power	1,000	7.50	04-01-01			798	9.76
TOTAL	\$ 2,000					\$ 1,612	
PREFERRED STOCK							
Pacific Gas & Electric 8.16%				20	\$ 2.04	\$ 427	9.60
TOTAL				20		\$ 427	
COMMON STOCK							
AT & T				34	\$ 5.00	\$ 1,968	8.64
Arizona Public Service				100	1.88	1,962	9.58
Atlantic Richfield				50	2.80	3,375	4.15
Central Ill. Public Service				20	1.36	272	10.00
Central Telephone				100	1.84	2,600	7.08
Dayton Hudson				100	1.60	3,975	4.02
General Motors				55	6.15	3,266	10.36
General Public Utilities				44	1.59	445	15.72
Goodyear				100	1.30	1,587	8.19
Greyhound				127	1.04	1,937	6.82
International Tel. & Tel.				15	2.20	437	7.55
Manufacturer's Hanover				100	2.28	3,550	6.42
NICOR				20	2.52	650	7.75
Pacific Gas & Electric				22	2.32	506	10.09
Pacific Power & Light				10	1.92	206	9.32
Pepsico				100	1.14	2,362	4.83
Standard Oil of CA				112	2.80	5,432	5.77
Texaco				20	2.16	652	7.83
Union Carbide				50	2.80	1,850	7.57
Union Oil - CA				100	1.30	3,862	3.37
U. S. F. & G.				110	2.40	3,946	6.69
U. S. Steel				50	1.60	1,081	7.40
TOTAL				1439		\$ 45,821	6.56%
SHORT-TERM INVESTMENT POOL							
	\$ 45,895					\$ 45,895	
TOTAL INVESTMENTS	\$ 64,078					\$109,938	

* Market Yield 6-29-79

	PAR VALUE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
PREFERRED STOCK					
Montana Power No. 6 Series		211	\$ 6.00	\$ 12,001	10.55
TOTAL		<u>211</u>		<u>\$ 12,001</u>	
COMMON STOCK					
Central Ill. Public Service		900	\$ 1.36	\$ 12,263	9.98
Central Soya		700	.76	9,362	5.68
Central Telephone		600	1.84	15,600	7.08
First Bank System		600	2.04	19,125	5.33
W. R. Grace & Co.		400	1.90	11,600	6.55
I. B. M.		120	3.44	8,805	4.69
Johns Manville		200	1.92	4,925	7.80
Kimberly Clark		500	2.88	23,125	6.23
Manufacturer's Hanover		100	2.28	3,550	6.42
Mobil		200	2.40	7,850	6.11
Montana Power		200	2.04	4,600	8.87
Mountain States T & T		274	2.32	6,881	9.24
NICOR		400	2.52	13,000	7.75
Pacific Power & Light		330	1.92	6,806	9.31
Phillips Petroleum		100	1.40	3,825	3.66
RCA		1000	1.60	25,250	6.34
Standard Oil - CA		100	2.80	4,850	5.77
Transamerica Corp.		1100	1.00	19,800	5.56
Transco		424	1.24	11,819	4.45
U. S. F. & G.		300	2.40	10,762	6.69
Westinghouse Electric		600	.97	11,850	4.91
TOTAL		<u>9048</u>		<u>\$235,651</u>	<u>6.45%</u>
SHORT-TERM INVESTMENT POOL					
	\$ 20,359			\$ 20,359	
TOTAL INVESTMENTS					
	<u>\$ 20,359</u>			<u>\$268,011</u>	

* Market Yield 6-29-79

TEACHERS' RETIREMENT FULLAM FUND

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
CORPORATE OBLIGATIONS CONVERTIBLE							
Avco Corporation	\$ 1,800	5.50	11-30-93			\$ 1,163	10.10%
TOTAL	<u>\$ 1,800</u>					<u>\$ 1,163</u>	
COMMON STOCK							
American Express				105	\$ 1.80	\$ 3,583	5.27
Manufacturers Hanover				50	2.28	1,775	6.42
Montana Power				75	2.04	1,725	8.87
Southern California Edison				117	2.48	2,898	9.68
Southern Union Company				97	1.76	2,522	6.77
Standard Oil of California				50	2.80	2,425	5.77
U. S. F. & G.				55	2.40	1,973	6.69
U. S. Steel				55	1.60	1,189	7.40
TOTAL				<u>604</u>		<u>\$ 18,190</u>	<u>7.02%</u>
SHORT-TERM INVESTMENT POOL							
	<u>\$ 5,024</u>					<u>\$ 6,024</u>	
TOTAL INVESTMENTS							
	<u>\$ 7,824</u>					<u>\$ 25,377</u>	

* Market Yield 6-29-79

	<u>SHARES</u>	<u>DIVIDEND</u>	<u>MARKET VALUE</u>	<u>% YIELD*</u>
PREFERRED STOCK				
Montana Power No. 6 Series	<u>640</u>	\$ 6.00	\$ 36,400	10.55
TOTAL INVESTMENTS	<u>640</u>		<u>\$ 36,400</u>	<u>10.55%</u>

* Market Yield 6-29-79

PETER POTTER TRUST FUND

CERTIFICATES OF DEPOSIT

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
Northwestern Bank - Helena	\$ 15,800	6.00	07-21-79			\$ 15,800	6.00
Northwestern Bank - Helena	13,000	6.00	08-29-79			13,000	6.00
TOTAL	\$ 28,800					\$ 28,800	

COMMON STOCK

AT & T	391	\$ 5.00	\$ 22,629	8.64
Arizona Public Service	100	1.88	1,962	9.58
Atlantic Richfield	39	2.80	2,632	4.14
Borden	100	1.82	2,550	7.14
Dupont	36	2.00	1,485	4.85
General Motors	15	6.15	891	10.35
I. B. M.	40	3.44	2,935	4.69
Nabisco	78	1.50	1,784	6.56
Transamerica	200	1.00	3,600	5.56
Western Bancorp.	150	1.64	4,800	5.12
TOTAL	1149		45,268	7.29%

SHORT-TERM INVESTMENT POOL

\$ 28,648

TOTAL INVESTMENTS

\$ 57,448

* Market Yield 6-29-79

	<u>SHARES</u>	<u>DIVIDEND</u>	<u>MARKET VALUE</u>	<u>% YIELD*</u>
COMMON STOCK				
Alagasco, Inc.	<u>100</u>	<u>\$ 1.40</u>	<u>\$ 1,450</u>	<u>9.65</u>
TOTAL INVESTMENTS	<u>100</u>		<u>\$ 1,450</u>	<u>9.65%</u>

* Market Yield 6-29-79

SHORT TERM INVESTMENT POOL *

FUND	PAR VALUE	COST	MARKET VALUE
Agency Insurance Fund	\$ 4,796,256	\$ 4,796,256	\$ 4,796,256
Agriculture - Commercial Feed ERA Fund	65,948	65,948	65,948
Agriculture - Commercial Fertilizer Fund	52,637	52,637	52,637
Agriculture - Grain Services Fund	212,181	212,181	212,181
Board of Oil & Gas Fund	145,760	145,760	145,760
Coal Tax - Park Acquisition Fund	1,475,267	1,475,267	1,475,267
Donable Property Fund	68,227	68,227	68,227
Eastern Montana College	398,195	398,195	398,195
Eugene W. Price Scholarship Fund	13,186	13,186	13,186
Federal Revenue Sharing Cap. Const. Fund	323,457	323,457	323,457
Flood Insurance Fund	249,172	249,172	249,172
Foster Children Fund	89,273	89,273	89,273
Highway Complex Headquarters Fund	322,095	322,095	322,095
Lands Resource Development Fund	1,125,361	1,125,361	1,125,361
Livestock - Animal Health - Emerg. Fund	47,662	47,662	47,662
Livestock - Inspection & Control Fund	372,527	372,527	372,527
Local Impact Fund	4,344,896	4,344,896	4,344,896
Long Range Building - Clearance Fund	9,843,916	9,843,916	9,843,916
Montana College of Mineral Science & Technology	606,460	606,460	606,460
Montana Rural Rehabilitation Fund	95,465	95,465	95,465
Montana State University	4,371,129	4,371,129	4,371,129
Northern Montana College	248,626	248,626	248,626
Uninsured Employers Fund	228,974	228,974	228,974
University of Montana	2,482,436	2,482,436	2,482,436
Water & Waste Operators Fund	21,214	21,214	21,214
Western Montana College	330,993	330,993	330,993
Wheat Research & Marketing Fund	207,735	207,735	207,735
Woodville Highway Replacement Fund	1,799,541	1,799,541	1,799,541
TOTAL	\$34,338,589	\$34,338,589	\$34,338,589

* Funds which have their total resources invested in S.T.I.P.

